B & Sec

App. F. IX-4

1926-27 (J)

File No. 13-26

Previous References

Serial Nos. 1-11

P-77-E preserve

Later References

General and Revenue Secretariat.

Serial Nos. Eleven

Part B for August 1928

SUBJECT

Formation of Share Exchange of the Mysore chamber of Commerce.

D 1969-70 dt 13.8.28

To d in H C Conveys sanctions a remuneration of Rs 200 to Mr Manjunath Rao for an Examination of Rules & Regulations

INDUSTRIES

Extract from the article entitled Mysore Merchants' Conference " published in the " Hindu " dated 13th October 1926.

****

J.S. 13-26-1

xxxx xxxx xxxx

MANURE MANUFACTURE.

1) After the floating of the Mysore Government loan in 1923-24 Government paper went down so low as 60 and owing to wayward and unchecked brokerage the values of shares of the joint-stock companies were depricated so that many investors were hit. To obviate this difficulty the formation of a stock exchange affiliated to the Chamber of Commerce would be an effective remedy.

xxxx xxxx xxxx

Dewan's orders thereon.-

2) General Secretary to Government.- How far can you help in this ?

Sd 24-10-26

3) Forwarded with compliments to the ~~General~~ Development Secretary to Government for favour of furnishing the information called for.

K. Venkatarao

Publicity Officer to Government.

4) Put up draft calling for views from the Chairman, Mysore Chamber of Commerce

26.10.26

1/26 issue P.T.O. ends 15/4/26 1.11.26

5) Draft sent.

6) Draft for approval

WD 01229—GPB—37,500—1-9-26

General and Revenue Secretariat | J. S. File No 13. of 1926. 2)

Serial No.	
2	Letter No. D. 3497/J-S-B 19.11.26 to the Chairman, Mysore Chamber of Commerce enclosing extract from the article (Vide K.1 above) & requesting him to furnish his views about the suggestion for the formation of a Stock exchange affiliated to the Mysore Chamber of Commerce.

Secs A

GEN. & REV. SECRL
22 NOV 1926
DEVELOPMENT BRANCH

From The Chairman,
Mysore Chamber of Commerce.
No. 274 B 4-12-26

With reference to K. 2, informs that the Committee are in favour of forming a Stock Exchange.

8 Subs for orders with reference to para 4 above. (Refs. to the File Headings & indices, there seem to be no previous papers re the Stock Exchange in the Bx

8.12.26 9 Specific proposals for the formation of a Stock Exchange, affiliated to the Chamb & in what way the Govt can assist them, in forming it, may perhaps be invited from the Chamber of Commerce.
Secy D) WP 14/12

10 Perhaps the views of the manager of the Bank of Mysore may be obtained
Chn 17.12.26

SECONDL UNCIL
18 DEC. 1926
No. 4211

2nd member)
12 Draft Secy
Lib. 22.12.26
13 Approved
WP 23/12

11 Yes
WP 18/12
mvs 19.12.26
WP 20/12

NOTE- Contn.Sheet

54/50

WD 01229 –GPB –37,500—1-9-28
App F. III—2]

General and Revenue Secretariat

J. S. File No. 13 of 1926

3

Seri No. 4

To the Manager, Bank of Mysore
No. D. 5153/E.1 & 6.1.27

Forwards ~~an~~ extract in N.1 & requests him to furnish his views about the suggestion for the formation of a Stock Exchange affiliated to the Chamber of Commerce.

From the Manager, the Bank of Mysore Ltd.
No. P.C. 25 & 7.1.27

with refce. to N.4 ~~Banker~~ opines that it is neither desirable nor necessary to have a local Stock Exchange.

14 Subs. for orders with refce. to paras 10 & 11 above.

15) Sec'y D/ 12/1

16) It is unfortunate that the Mysore Bank is not in favour of opening a stock exchange. The Chamber of Commerce ~~can~~ may be required to submit a set of rules for regulating the work of the Stock Exchange and the question may be considered after the rules are received. The support of the local Bank would have been very helpful

14.1.2

2nd member)

17) I am not sure if any further action is necessary in view of the opinion expressed by the Bank of Mysore. The case has to be submitted with ref to the order of 24-10-26

(WD 01239 –GPB –37,500—1-9-26

General and Revenue Secretariat

G.S File No. 17 4/50 of 1926 4)

Seri No.

DEWAN'S OFFICE.
Received on
18. JAN. 1927
Reg. No. 5250

18) Submitted for Perusal

17.1.27

Dewan)

19) Is there any harm in letting the C of C from a stock Exchange? The D of Industries may be requested to send a report. 19.1.27

ordered 10-Dec 27.1.27

draft

20) Submitted for perusal. As D of Ind. was asked to submit a report—

27.1.27

2nd member) 21) 30.1.27

22) Call for report—

28/1

31/1

31/1

23) Draft Order

24) Issued

6/2

6

To Director, Ind.

6509 & 12/2/27

Forwarded for an extract of the above mentioned article published in the 'Hindu' and calls for his views on the proposal for the formation of a Stock Exchange by the Madras Chamber of Commerce.

5)

7093

App. F. III—2]

General and Revenue Secretariat. | J. S., File No. 13 of 1926.

Serial No.

7. From

The Director of Industries & Commerce in Mysore
No C2-1068/27-28 dt 15-2-1928.

Forwards a draft of the Memorandum and Articles of Association of the proposed Stock-Exchange sent by the Mysore Chamber of Commerce and States that a Separate report to Government will be submitted on receipt of the Bye-laws and the proposals of the Chamber.

25) This may be submitted to the Dewan, with reference para 19) page 4).

27) Submitted for perusal

CBR 27/2.

Dewan)

MP 1/3

28).

2-3-28

8 3 28

MP 3/3

(Starting of a Stock Exchange, affiliated to the Mysore Chamber of Commerce.)

DEWAN'S OFFICE.
Received on
2 MAR. 1928
Reg. No. 5421

GEN 7 MAR. 1928 AFFILIATED
DEVELOPMENT BRANCH

General and Revenue Secretariat. | Jo File No. 13 of 192 6

Serial No. 9

From.

The Director of Industries & Commerce

C2-1068/27-28 dt. 17-5-1928.

Submits that a copy of letter dt. 2-5-1928 from the Secretary of the Mysore Chamber of Commerce, requesting certain financial assistance to the Chamber to enable the establishment of a Stock Exchange Assn and States that the Chamber has applied for an initial grant of Rs 1000/- and a maintenance grant of Rs 250/- for a period of 3 years, that a subvention of Rs 150/- per month for a period of 3 years may be sanctioned, that it has requested the Secretary of the Secretary to Indian Merchants' Chamber in Bombay to get an Expert to examine the Rules Relating to the draft Memorandum and Articles of Association of the Stock Exchange, for a fee not exceeding Rs 100/- and requests to be informed whether Govt are inclined to give any financial assistance to the Chamber.

Submitted for perusal.

30) The Bye-Laws of the Stock Exchange are still due from the Director of I & C.

31) For Starting the Proposed Stock Exchange, the Chamber requests an initial Grant of Rs 1000 and a maintenance Grant of Rs 250/- for a

9725

General and Revenue Secretariat. S File No. 13 of 1926.

erial No.

a period of 3 years

32) But the Director of I & C, is not in favour of granting any assistance in the shape of an initial grant and recommends for the grant of a subvention of Rs 150/- per month for a period of 3 years, instead of Rs 250/- as requested by the Chamber

33) As for the draft Memorandum & Articles of Association of the Stock Exchange which have already been perused, the Director of I & C States that they require careful examination by an expert and that he has requested the Secretary of the Indian Merchants' Association Bombay, to get an expert to examine the rules for a fee not exceeding Rs 100/-

34) The point for orders are whether 1) to give any financial assistance to the Chamber in the shape of an initial grant, 2) or to sanction a subvention Rs 150/- for a month for 3 years, as ~~proposed~~ Proposed by the Director of I & C.

Submitted for orders

CBR 21/5

35) The Dy's opinion appears acceptable.

PB 21/5 — The question may perhaps be discussed at the next monthly meeting with the Dy I & C.

MP 25/5

A/ Sec'y D)

1st Member

Note—Contn. Sheet 27/5

WD 01714—GPB—30,000—18-4-28

36) A. Jee

WP 16/6 once 15/9/25

16/6/25

WP 14/6

14/6/25

10084

General and Revenue Secretariat.

J.S File No. 13 of 1926.

Serial No.	
	37) The question was discussed at the monthly meeting with the Dirs. of Ind. held on the 10th July 1928 and the following decision was arrived at in the matter: 38) "The question may be considered later on." Initials 19.7.28
9	From The Director of Industries & Commerce No C2/1068/27-28 dt 31-5-1928. Forwards drafts of Articles of Association the Bye-laws of the Stock Exchange received from the Chamber of Commerce.
	27 JUL 28 BRANCH
10	From: The Director of Industries & Commerce in Mysore No C2 1068/27-28 dt 24-7-1928 States that he had requested Mr J.K. Mehta of Bombay to ascertain if the services of any person well conversant with the Rules of Stock Exchanges is available to examine the Rules, Regulations etc of the Stock Exchan

eneral and Revenue Secretariat. | J S File No. 13 of 1926.

Serial No.

as proposed by the Mysore Chamber of Commer
that he has replied to say that Mr Manganlal
Dasu, Secretary of the Bombay Stock Exchange Ltd
knows all about the Rules, Regulations of a
Stock Exchange and is willing to undertake
the work for Rs200/-, and requests Sanction to
the Payment of a remuneration of Rs 200/-
to Mr Manganlal Dasu for Examination of
the Rules etc, the Amount being met out of Rs 4
provided for under 1 Direction, Special Charges —
Collection and Compilation of Statistics in the
current years budget.

39) The Director recommends ~~for~~ the Paym
of Rs 200/- to Mr Manganlal Dasu for exa
mination of the Rules, Regulations and by
laws of the Stock Exchange, instead of
Rs 100/- as proposed by him in letter No C. 1068/27
dt 17th May 1928. (para 2).

40) As regards the payment of a Subvention
to the Chamber of Commerce, the question was
discussed in the monthly meeting with the
Director held on 10th July 1928 and it was decided
that the matter might be considered later on. (Items
paras 37 & 38).

41) Submitted for Orders.

CSR 26/7. The Dir's recommendation — ~~Payment~~ of a remuneration of Rs 200/-
to M Manaulal Dasu for Scrutiny of the rules

10(1)-34
753

App. F.—III—21.

General and Revenue Secretariat. | Y. S File No. 13 of 1926.

Serial No.

Ek of the proposed Stock Exchange - may perhaps be approved.

Sec'y D)

1st Member

WG 2/8

WG 6-8-28

Yes WG 6/8
Secy 5/8/28

Orders WG 8-8-28
WG 8/8

Submitted with a draft for Approval

CSR 11/8. VS

Issue WG 11/8/28

11 To.
The Director of Ins
The Comptroller to Govt.
~~So~~ D 1969-70 | Y.S. 13-26-11 & 13-8-27
Sanctions the payment of Rs 2000/- to Mr Mangalal Dass, Secretary Stock Exchange, Bombay for examination of the rules etc of the proposed Stock Exchange.

FROM THE COUNCIL
6 AUG. 1928
No. 867

APP. F. VI. Gl.]

SUBJECT.....

.....

.....

Section J. S.

File No. 13 - 26

Serial No 2

Diary No. of letter replied to.....

No. J. 3497 & 19/11/26

Enclose

To

The Chairman,

Bijapur Chamber of Commerce

Bangalore.

General and Revenue Secretariat

( )

the *192*

Date of issue 9.11.26

Signed by W. V. Chavan

Sir,

I am directed to enclose herein an extract from the article entitled "Bijapur Merchants' Conference" published in the "Hindu" of 13th Oct. 1926 and to request you to be so good as to furnish your views to Government. at your earliest convenience ~~in regard to~~ the suggestion for the formation of a Stock exchange affiliated to the Bijapur Chamber of Commerce, ~~referred to therein~~, for the consideration of Govt at ~~an early~~ date.

I have etc

over

Secy. to G.

List of enclosures.....

Copied by.....

Examined by.....

WD 01265—GPB—31,000—24-12-25

15 1.11.26 15.11.26

2 J. S. 13-26-3

MEMBERS OF THE BRITISH IMPERIAL COUNCIL OF COMMERCE

Mysore Chamber of Commerce

POST BOX
No. 39

Bangalore 4th December 1926.

No. 274.

D 3427

GEN. & REV. SECRET.
7 DEC 1926
DEVELOPMENT BRANCH

From

Devarao Shivaram, Esqr.,
Chairman, Mysore Chamber of Commerce,
Bangalore.

To

The Secretary to the Government of Mysore,
Development Departments,
Bangalore.

Sir,

With reference to your letter No.D.3497 of the 19th ultimo, I have the pleasure to inform you that my Committee are in favour of forming a Stock Exchange.

I have the honour to be,

Sir,

Your most obedient servant,

Devarao Shivaram

Chairman.

G.O.
6-2-26
Dep.
MP
7/12

P. F. VI. Gl.]

SUBJECT.....

.....

.....

Diary No. of letter replied to.....

General and Revenue Secretariat

( )

the *192*

Date of issue 6.1.27

Signed by W. V. Menon

List of enclosures.....

Copied by.....

Examined by.....

Section J. S.

File No. 13-26

Serial No. 4

No. J. 5153 26/12/27

Enclosure

To

The manager,

Bank of Mysore

Banga

Sir,

I am directed to forward herewith an extract from an article headed "Mysore Mercantile Conference" published in the "Hindu" dated 13.12.1926 and to request to be favoured with your views about the suggestion for the formation of a Stock Exchange affiliated to the Chamber of Commerce.

I am,

Sir,

Your obedient servant,

27/12

for Secretary

Ltg. 22.12.26

over

WD 01265—GPB—31,000—24-12-25

ALL COMMUNICATIONS TO BE ADDRESSED
TO THE MANAGER.
TELEGRAPHIC ADDRESS: "MYSOREBANK"

P.C. 25

REV. SEC. 4100

The Bank of Mysore, Ltd.,
P.O. BOX No. 37.

Bangalore, 7th January '27.

CONFIDENTIAL.

Regd cover
G.O
8.27

C. Ranganatha Rao Saheb, Esq., B.A., B.L.,
Secretary to Government, Development Department,
Bangalore.

G. S. 13-26-5

Dear Sir,

I am in receipt of your letter of the 6th instant forwarding an extract from the article headed "Mysore Merchants' Conference" published in the "Hindu" of the 13th October 1926.

The statement contained in the said extract is not true as the last Mysore Loan was floated in 1921 and not in 1923-24. The depreciation that Government Paper suffered was entirely owing to the action of the local brokers and the value of the paper would have gone lower still were it not for the support forthcoming from this Bank. The depreciation suffered in the shares of local companies had nothing to do with the so called "unchecked brokerage". There are no brokers of any standing in Bangalore and in my opinion it is neither desirable nor necessary to have a local Stock Exchange.

Yours faithfully,

W. G. Lewis

MANAGER.

P. F. VI. 61.]

UBJECT.....

.....

.....

Section J.S.

File No. 13-26

Serial No. 6

Diary No. of letter replied to.....

No. D. 6509 Dir/y/27

Enclose

To

The Director, Ind.

General and Revenue Secretariat

( )

the *192*

Sir,

Date of issue...12 Feb 1927

I am directed to enclose herein an extract from the article entitled "Indian Merchants' Conference" published in "The Hindu" of 13th Oct. x and suggesting the formation of a Stock Exchange ~~in Bombay~~ affiliated to the Chamber of Commerce and to that end it has been ascertained that the Indian Chamber of Commerce are in favour of forming a Stock Exchange.

Signed by...V. Venkatesh

List of enclosures.....

2. I am to request that you will be so good as to submit a report with your views on the proposed formation of ~~as to whether the Indian Chamber~~ a Stock Exchange by the Chamber of Commerce. ~~Commerce may be permitted to form~~

Copied by.....

Examined by.....

over

I thank ch

WO 6/2

[illegible]

TELEGRAPHIC ADDRESS :— "INDUSCOM."

In reply please refer to
No. C2-1068/27-28

GOVERNMENT OF MYSORE.

DEPARTMENT OF INDUSTRIES AND COMMERCE.

OFFICE OF THE DIRECTOR,

Dated Bangalore, the 15th February 1928.

Encl.

J.S. 13-26-7

FROM

C. RANGANATHA RAO SAHIB, ESQ., B.A., B.L.,
Director of Industries and Commerce in Mysore,
(Bangalore India.)

GEN. & REV. SECRETARIAT 7093 20 FEB. 1928 DEVELOPMENT BRANCH

To

N. Rama Rao, Esq., B.A., B.L.,
Secretary to the Government of Mysore,
Development Departments, Bangalore.

SIR,

In continuation of my letter No.C2.1068/27-28 dated 3rd January 1928 regarding the formation of a Stock Exchange, I have the honor to forward herewith for the information of Government draft of the Memorandum and Articles of Association of the proposed Stock Exchange, sent by the Mysore Chamber of Commerce. Copy of letter No.886 dated 12th January 1928 from the Secretary to the Chamber stating that the Byelaws and the proposals of the Chamber for concessions from Government will be submitted shortly, is also enclosed herein. I shall submit a separate report to Government in the matter on receipt of the Byelaws and the proposals of the Chamber.

I have the honor to be,
Sir,
Your most obedient servant,
C Ranganatha Rao Sahib
Director.

MSR.

4749.

Copy of letter No.866 M.C.C. dated 12th January 192
from the Secretary, Mysore Chamber of Commerce, Bangalor
to the Director of Industries and Commerce in Mysore,
Bangalore.

========

With reference to your letter No.3140/C.S. dated 23:
March 1927 regarding the starting of a Stock Exchange af
ated to this chamber and subsequent reminders on this su
I have the honor to forward herewith a copy of the Rules
Regulations of the proposed Exchange. The Bye-laws are
preparation and will be submitted to you in due course t
gether with proposals regarding the concessions to be gr
by Government.

==========

Director.

MEMORANDUM OF ASSOCIATION

THE MYSORE STOCK EXCHANGE ASSOCIATION.

I. The name of the Association is "The Mysore Stock Exchange Association".

II. The registered office of the Association will be situate in Bangalore City.

III. The objects for which the Association is established are:-

(a) To facilitate the transaction of business on the Stock Exchange and to make rules and Bye-Laws regulating the mode and condition in and subject to which the business on the Stock Exchange shall be transacted and the conduct of the persons transacting the same and generally for the good order and government of members of the Association.

(b) To settle points of practice and to decide upon any questions of business, usage or courtesy between or among members of the Association.

(c) To regulate and fix the scale of commission and brokerage to be charged by members of the Association.

(d) To protect the members of the Association against persons whose character or circumstances render them unworthy of credit.

(e) To acquire by purchase, take on lease, or otherwise, lands and buildings and all other property, movable and immovable which the Association, for the purpose thereof, may from time to time think proper to acquire.

(f) To sell, improve, manage, develop, exchange, lease or let, under lease, or sublet, mortgage, dispose of, turn to account or otherwise deal with, all or any part of the property of the Association.

(g) To construct upon any premises acquired for the purposes of the Association any buildings for the purposes of the Association, and to alter, add to, or remove any buildings upon such premises.

(h) To borrow or raise any moneys required for the purposes of the Association upon terms and in such manner and on such securities as may be determined, and in particular by the issue of debentures charged upon all or any of the property of the Association.

(i) To subscribe to, become a member of, and co-operate with any other Association, whether incorporated or not, whose objects are altogether or in part similar to those of this Association and to procure from

P.T.O.

and communicate to any such Association such in formation as may be likely to forward the objec of this Association.

(j) To invest the moneys of the Association not immediately required in such securities as may from time to time be thought fit.

(k) To remunerate any person or Company for services rendered or to be rendered in placing or assisting to place or guaranteeing the placing of any debentures or other securiti of the Association.

(l) To establish and support or aid in th establishment and support of any Association, funds, trusts and conveniences calculated to be nefit members or employees or ex-employees of the Association or of members of the Associatio or the dependents of any such persons and to grant pensions and allowances and to make payments towards insurance and to subscribe or guarantee money for charitable or benevolent objects or for any exhibition or for any public general or useful object.

(m) To undertake and execute any trusts, the undertaking of which may seem to the Association desirable.

(n) To do all such other things as may be conducive to, or incidental to the attainment of the above objects or any of them.

IV. The Income and Property of the Association whence soever derived shall be applied solely towards the promotion of the objects of the Association as set forth in this Memorandum of Association and no portion by way of dividend or bonus or otherwise, howsoever, shall be paid by way of profit to the persons who, at any time are, or have been, members of the Association, or to any of them or to any person claiming through any of them. Provided that nothing herein contained shall prevent the payment in good faith of remuneration to any officer or servants of the Association, or to any member thereof, or other persons in return for any services actually rendered to the Association, or the payment of interest on money borrowed from any member of the Association.

V. The liability of the members is

VI. Every member of the Association undertakes to contribute to the assets of the Association in the event of the same being wound up during the time that he is a member, or within one year afterwards, for payment of th debts and liabilities of the Association contracted befo he ceases to be a member, and of the costs charges and expenses of winding up the same, and for the adjustment of the rights of the contritories among themselves such amount as may be required, not exceeding rupees one hundred.

If any member of the Association pays or receives any dividend, bonus, or other profit in contravention of paragraph IV of this Memorandum, his liabilit shall be unlimited.

VII. If upon the winding up or dissolution of the Association, there remains, after the satisfaction of all its debts and liabilities any property whatsoever, the same shall not belong to or be distributed among the

of the Association, but shall be given or transferred to some other institution or institutions having objects similar to the objects of the Association to be determined by the Members of the Association, at or before the time of dissolution.

We, the several persons whose names and addresses subscribed are desirous of being formed into an Association, in pursuance of this Memorandum of Association

Names, Addresses and Description of Subscribers:-

1.

2.

3.

4.

5.

6.

7.

8.

ARTICLES OF ASSOCIATION
OF
THE MYSORE STOCK EXCHANGE ASSOCIATION.

PRELIMINARY.

Definitions.

1. The marginal notes hereto shall not affect the construction hereof and in these presents and in the Bye-Laws annexed hereto, unless there be something in the subject or context inconsistent therewith:-

"Special Resolution" and "Extraordinary Resolution" have the meanings assigned thereto respectively by the Mysore Companies Regulation of 1917 (Section 81)

"The Association" means "The Mysore Stock Exchange Association."

"The Committee" means the Managing Committee of the Association for the time being.

"The Office" means the registered office for the time being of the Association.

"Member" means any individual or firm whose name has been enrolled in the register of members maintained by the Association.

"The Register" means the Register of Members to be kept pursuant to Section 31 of the Mysore Companies Regulation of 1917.

"Month" means calendar month.

"In Writing" and "Written" include printing, lithography and other modes of representing or reproducing words in a visible form.

Words importing the singular number include the plural and vice versa.

2. The Regulations contained in Table A in the first schedule to the Mysore Companies Regulation, 1917, shall not apply to the Association.

MEMBERSHIP.

Number of Members.

3. The Association for the purpose of registration is declared to consist of 20 members.

Increase in number of members.

4. The Committee hereinafter mentioned may, whenever it deems it expedient, register an increase of members.

Admission of Members.

5. No person shall be deemed to have become a member of the Association until he has

has been elected a member in accordance with the following regulations and has also paid the prescribed entrance fee as well as the first year's subscription.

(1) Every applicant for election as a member must be proposed and seconded by members of the Association in a letter or letters addressed to the Secretary and signed by the proposer and by the seconder and such letter or letters shall state the names in full of the candidate and must be accompanied by a letter signed by the candidate in such form as may be prescribed by the Committee in that behalf.

(2) On receipt of every such application the Secretary shall intimate the names of the candidate and of his proposer and seconder to every member of the Association, at least seven days before his application is brought before the Committee for consideration, during which period any objection to the election of the candidate may be communicated by any member in writing to the Secretary, for the information of the Committee. All such communications shall be treated as strictly private and confidential.

(3) No person who is a minor according to the law to which he is subject shall be eligible for election.

(4) A candidate may be either an individual or a firm but in the latter case the full names and addresses of the partners of the firm shall be given in the letter of application.

(5) No individual who is a partner of a firm that is a member of the Association shall be eligible for election save upon the condition that he shall cease to be a partner of such firm prior to his registration as a member.

(6) No individual or firm who is interested in any firm or business of Stock brokers or dealers outside Mysore or in any firm or business of Stock Brokers or dealers in Mysore not being members of the Association or who has been adjudged or become bankrupt or insolvent and has not obtained a full discharge from the Court shall be eligible for election otherwise than by the unanimous vote of all the members of the Committee.

(7) No individual or firm who or any partner thereof has been a candidate for election and has not been elected shall be eligible for election until six months shall have elapsed from the date of such rejection.

Entrance fee. 6. Every individual or firm elected by the Committee as a member of the Association after the expiry of three months from the date of the registration of the Association shall pay an entrance fee of Rs.30/- only.

Subscription. (a) Every individual or firm elected by the Committee as a member of the Association shall

shall pay an annual subscription of Rs.50/- in advance provided that in the case of a firm composed of two or more partners the firm shall pay an additional annual subscription of Rs.15/- in advance for every such additional partner.

Partners of Firm.

7. Every member, being a firm shall notify in writing to the Secretary any alteration that may take place in the constitution of such firm whether by reason of the death or the retirement of any partner therein or by the admission of any new partner thereof. No new partner admitted to such firm shall be allowed to exercise any of the privileges of membership unless and until such firm shall have paid to the association an annual subscription of Rs.15/- in respect of every such partner .

General Register of Members.

8(a) A general register of members shall be maintained in accordance with the provisions of section 31 of the Mysore Companies Regulation 1917.

Special Register of partners of Firms.

8 (b) A separate register shall be kept of all firms being members of the Association in which shall be recorded the full names of all persons being members of each firm. Any alteration in the constitution of a firm being a member shall be notified in writing to the Secretary within seven days of the alteration taking place and shall be entered in such last mentioned register.

CERTIFICATES.

Certificates.

9. Every member shall be entitled to a certificate of membership.

Certificates how signed.

10. The certificate of membership shall be issued under the seal of the Association signed by two members of the Committee and countersigned by the Secretary.

Duplicate certificates.

11. If any certificate be worn out or defaced, then, upon production thereof, to the Committee, they may order the same to be cancelled, and may issue a new certificate in lieu thereof, and if any certificate be lost or destroyed then, upon proof thereof to the satisfaction of the Committee and on such indemnity as the Committee deem adequate being given, a new certificate in lieu thereof shall be given to the member to whom such lost or destroyed certificate shall relate

Fee for a duplicate certificate.

12. For every certificate issued under the last preceding article there shall be paid to the Association the sum of Rs.3/- or such smaller sum as the Committee may determine.

CESSATION OF MEMBERSHIP.

Failure to pay Subscription.

15. If a member fails to pay the Annual Subscription within three months of the commencement of the year the name of such member shall be removed from the register of members and his name shall be notified on the Notice Board of the Association. Such members when at a later date they apply for election as members shall be treated as new candidates for election.

When a person shall cease to be a member.

14. The Committee shall have power to remove from their registers the name of any member or the name of a partner of any member in the following cases:-

(a) If he becomes bankrupt or insolvent or suspends payment.

(b) If he is found lunatic or becomes of unsound mind.

(c) If he is punished with imprisonment for a term exceeding 6 months.

(d) If he commits any breach of these articles or the Bye-laws for the time being in force.

(e) If he refuses to abide by the decision of the Committee in any matter which under these articles or under the Bye-laws for the time being in force is made the subject of a reference to the Committee.

Suspension of a Member.

15. The Committee shall have the power in the following cases to suspend for not more than six months a Member or a partner of a member and not to allow any such person to exercise any of the privileges of membership during the period of such suspension and shall further have the power to cancel the order of suspension or to reduce the period of suspension on a representation from the suspended person, provided that every such resolution shall be passed by a majority of not less than two thirds of the total number of members of the whole Committee, at a meeting specially convened for that purpose.

(a) If he is found guilty of dishonourable or unprofessional conduct which, in the opinion of the Committee, is prejudicial to the reputation or the interests of the Association.

(b) If he has been declared a defaulter by reason of his failure to fulfil any engagement between himself and any other member or members

When a suspended member ceases to be a member.

16. A person suspended under article 15(b) on account of his having been declared to be a defaulter shall cease to be a member if even within six months of the date of his suspension he fails to fulfil the engagements between himself and any other member or members.

Expulsion of a member.

17. The Committee shall further have the power to recommend to the general body of members expulsion of a member who has been ~~xx~~ suspended for dishonourable or unprofessional conduct under article 15 (a) or the extension of the period of suspension of such member, in cases where the Committee consider the suspension ordered under article 15 (a) is deemed to be inadequate. The recommendation of the Committee shall be considered at an extraordinary general meeting of the members convened specially for this purpose and no resolution passed at such a meeting shall be valid unless it has been passed by not less than one half of the total number of members of the Association entitled to vote.

Minute book for suspensions and expulsions.

18. A separate minute book shall be maintained for recording the minutes of the Committee meetings held for the purpose of considering questions relating to suspension and expulsion.

Notifying suspensions and expulsions.

19. The names of members suspended or expelled under clauses 15, 16 and 17 shall be notified on the Notice Board of the Association for the information of the members only.

BORROWING POWERS.

Borrowing with sanction of General Meeting.

20. The Committee may from time to time with the sanction of the Association in general meeting raise or borrow any sum or sums of money for the purpose of the Association.

Terms and conditions of the Loan.

21. The Committee may with the like sanction raise or secure the payment or re-payment of such sum or sums in such manner and upon such terms and conditions in all respects as they think fit and in particular by the issue of Debentures or Debenture-Stock of the Association, charged upon all or any part of the property of the Association both present and future.

Issue of securities free from equities.

22. Debentures, Debenture-Stock, and other securities may be made assignable free from any equities between the Association and the person to whom the same may be issued.

Terms of Issue.

23. Any Debentures, Debenture-Stock, bonds or other securities may be issued at a discount premium or otherwise and with any special privileges as to redemption, surrender and drawings.

GENERAL MEETINGS.

Where to be held.

24. All General Meetings whether ordinary or Extraordinary, shall be held at the registered office of the Association or at such convenient place as the committee may think fit.

When to be held.

25. The ordinary General Meetings of the association shall be held in the month of August every year on such date as may be fixed by the Committee.

Extraordinary meeting.

26. The Committee may convene an Extraordinary General Meeting of the Association whenever they think fit.

Requisition for Extraordinary Meeting.

27. The Committee shall convene an extraordinary General Meeting of the members upon receiving a requisition in writing signed by not less than one fourth of the total number of members entitled for the time being to vote at any meeting of the Association, provided that the requisition shall in no case be valid unless it has been signed by at least 7 members entitled to vote.

(a) Any requisition so made by the members shall express the object of the meeting proposed to be called and shall be sent to the registered office of the Association during business hours.

(b) If the Committee do not proceed to convene a meeting within 21 days from the date of the requisition being so deposited, the requisitionists may themselves convene the meeting, but any meeting so convened shall be held before the expiry of two months from the date of the deposit of such requisition.

(c) If at any such meeting a resolution requiring confirmation at another meeting be passed, the Committee shall forthwith convene a further Extraordinary General Meeting for the purpose of considering the resolution, and, if thought fit, of confirming it as a special Resolution; and if the Committee do not convene the meeting within seven days from the date of passing of the first resolution, the requisitionists may themselves convene the meeting.

(d) Any meeting convened under this article by the requisitionists shall be convened in the same manner as that in which meetings are to be convened by the Committee but shall be held at the Association's registered office.

ays notice f meeting.

28. Seven clear days notice to the members specifying the place, day and hour of the meeting, and, in case of special business, the general nature of such business, shall be given either by advertisement or by notice sent by post or otherwise served as hereinafter provided.

Single notice for the meetings.

29. Where it is proposed to pass a special resolution, the two meetings may be convened by one and the same notice, and it is to be no objection to such notice that it only convenes the second meeting contingently on the resolution being passed by the requisite majority at the first meeting.

Business of Ordinary Meeting.

30. The business of an ordinary general meeting shall be to receive and consider the reports and the audited accounts presented thereto by the Committee, to elect the members of the Committee and the auditors in the place of those retiring by rotation or otherwise, to fix the remuneration of auditors and to transact any other business of which a special mention shall have been made in the notice convening the meeting.

Chairman of Meeting.

31. The Chairman of the Committee shall take the Chair at every general meeting, or if he be not present within fifteen minutes after the time appointed for holding such meeting, the members present shall choose another member as Chairman of the meeting.

Quorum.

32. Seven members present in person and entitled to vote at meetings of the Association shall be the quorum for a general meeting for all purposes.

Quorum essential.

33. No business shall be transacted at any general meeting unless the requisite quorum shall be present.

If no quorum present.

34. If, within half-an-hour from the time appointed for the meeting, a quorum be not present, the meeting, if convened upon the requisition of members shall be dissolved; but, in any other case, it shall stand adjourned to the ~~same~~ same day in the next week at the same time and place. And if at such adjourned meeting, if a quorum be not present within half-an-hour, those members who are present may transact the business for which the meeting was originally called.

Casting vote of Chairman.

35. Every question submitted to a meeting shall be decided by a show of hands and in the case of an equality of

of votes the Chairman shall, have a casting vote in addition to the vote to which he may be entitled as a member.

Declaration by Chairman conclusive.

36. At any general meeting, a declaration by the Chairman that a resolution has been carried or carried by a particular majority or lost and an entry to that effect in the book of the proceedings of the Association shall be conclusive evidence of the fact without proof of the number or proportion of the votes recorded in favour of or against such resolution.

Adjournments.

37. The Chairman of a general meeting may with the consent of the meeting adjourn the same from time to time and from place to place, but no business shall be transacted at any adjourned meeting other than the business left unfinished at the meeting from which the adjournment took place.

One member one vote.

38. At every meeting every member present in person shall have one vote.

Ineligible members not to vote.

39. No member shall be entitled to vote at a meeting if he owes any money to the Association of if he has been declared a defaulter or has been suspended.

Proxy.

40. Votes may be given personally but not by proxy.

Only one partner to vote.

41. When a firm has been registered as a member of the Association, all the partners of that firm may attend any meeting of the Association and take part in the discussions; but only one of the partners of that firm shall be entitled to a seat in the voting block and to the privilege of voting at such meeting.

MANAGING COMMITTEE.

Number of Committee members.

42. The management of affairs of the Association shall be vested in a Committee consisting of not less than eight and not more than twelve members.

Chairman of the Committee.

43. The Committee shall elect one of their members to be Chairman of the Committee.

First Committee.

44. The persons hereinafter named shall be the members of the First Committee.

4.
5.
6.
7.
8.

and these shall continue to hold office until their successors shall have been elected at the 2nd Ordinary General Meeting of the Association.

Eligibility for election as Committee Member.

45. Any individual member of the Association and any person being a partner of a firm who is a member of the Association shall be eligible for election to the Committee provided always that no more than one member of any firm shall be a member of the Committee at any one time.

Two Committee Members to retire.

46. At the 3rd Ordinary General Meeting of the Association and at every subsequent Ordinary General Meeting two of the members of the Committee for the time being shall retire from office by rotation.

Which two members are to retire.

47. The members of the Committee to retire from office at the 3rd ordinary general meeting and at every subsequent ordinary general meeting shall be those who have been longest in office. In case any question shall arise as to which of the Committee members who have been the same time in office shall retire, the same shall be decided by the Committee by ballot unless the members of the Committee shall agree among themselves upon the subject. The length of time that a member of the Committee has been in office shall computed from the date of his last election.

Eligible for re-election.

48. The retiring members of the Committee shall be eligible for re-election

Removal of Committee Members.

49. The Association may by Extraordinary Resolution remove any member of the Committee before the expiration of his period of office.

When membership of the Committee becomes vacated.

50. The office of a member of the Committee shall ipso facto be vacated:-

(a) If he becomes bankrupt or insolvent or suspends payment.
(b) If he be found lunatic or becomes of unsound mind.
(c) If he be absent from the meetings of the Committee during a period of three calendar months without special leave of absence from the Committee.
(d) If by notice in writing to the Association he resign his office.
(e) If he ceases to be a member of the Association.

(f) If he is punished with imprisonment for a term exceeding six months.

(g) If he be removed from office by an Extraordinary Resolution of the Association.

(h) If he be suspended under article 15.

Casual vacancy to be filled up by the Committee.

51. Any casual vacancy occurring in the number of Committee members under article 50 may be filled up by the Committee subject to the confirmation of the members at the next ordinary general meeting. The continuing members of the Committee may act notwithstanding any vacancy in this body.

Period for which he is to serve on the Committee.

52. When a person has been appointed as a member of the Committee under article 51, the member so appointed shall hold office so long only as the vacating Committee member would have held the same if he had continued in office.

Nomination for election as a Committee Member.

53. No person not being a retiring member of the Committee shall be eligible for election as a member of the Committee at any Ordinary General Meeting of the Association unless a proposition for his nomination in writing, signed by the intending proposer and seconder as well as the acceptance of such nomination by the candidate in writing shall have been received at the registered office of the Association at least seven days before the date of such meeting; a list of the proposed nominations shall be pasted on the Notice Board of the Association at least three days before the date of such meeting.

Register of Committee

54. The Association shall keep at its office a register containing the names and addresses and occupations of the members of the Committee and shall send to the Registrar of Joint Stock Companies a copy of such register, and shall from time to time notify to the Registrar any change that takes place in the composition of the Committee as required by Section 87 of Mysore Companies Regulation 1917.

PROCEEDINGS OF THE COMMITTEE.

Meetings when to be held.

55. The Chairman shall ordinarily convene a meeting of the Committee at least once in a month. Any four members of the Committee may at any time request the Chairman in writing to convene a special meeting of the Committee specifying the purpose for which it is to be called; and the Chairman shall, within a week of the receipt of such requisition, hold the meeting.

Quorum.

56. Until otherwise determined by the Committee, four members shall form the quorum.

Casting vote of Chairman.

57. Questions arising at any meeting shall be decided by a majority of votes and in case of an equality of votes the Chairman shall have a second or casting vote.

If Chairman absent.

58. If at any meeting of the Committee the Chairman be not present at the time appointed for holding the same, the members of the Committee present shall choose some one of their number to be Chairman of such meeting.

Business which may be transacted at a meeting.

59. A meeting of the Committee for the time being at which a quorum is present shall be competent to exercise all or any of the authorities, powers and discretions by or under the Articles of Association for the time being vested in or exercisable by the Committee generally.

Sub-Committees.

60 The Committee may delegate any of their powers to sub-committees consisting of such members as they think fit. Any Sub-committee so formed shall, in the exercise of the powers so delegated, conform to any regulations that may from time to time be imposed upon it by the Committee.

Minutes to be kept.

61. The Committee shall cause minutes to be duly entered in books provided for the purpose:-

(a) Of all appointments of officers.

(b) Of the names of the members of the Committee present at each meeting of the Committee and of any Sub-Committee.

(c) Of all orders made by the Committee and the Sub-Committee.

(d) Of all resolutions and proceedings of General Meetings and of meetings of the Committee and the Sub-Committee.

and any such minutes of any meeting of the Committee or of any Sub-committee or of the Association if purporting to be signed by the Chairman of such meeting or by the Chairman of the next succeeding meeting shall be receivable as prima facie evidence of the matters stated in such minutes.

POWERS OF THE COMMITTEE.

Approval by the Mysore Chamber of Commerce of the budget and of the Secretary's appointment.

62. The Committee of the Association shall prepare an annual budget of receipts and expenditure for the incoming year and shall forward the same to the Mysore Chamber of Commerce for the approval and sanction of the Committee of that Chamber. Any alteration in the sanctioned budget shall also receive the previous approval of the Committee of the Mysore Chamber of Commerce. The appointment of the Secretary of the Association shall be subject to confirmation by the Committee of the Mysore Chamber of Commerce.

General powers of the Committee.

63. Subject to the provisions of article 62, the control of the Association and of the business of the Association shall be vested in the Committee who, in addition to the powers and authorities by these presents or otherwise expressly conferred upon them, may exercise all such powers and do all such acts and things as may be exercised or done by the Association and are not hereby or by statute law expressly directed or required to be exercised or done by the Association in general meeting, but subject nevertheless to the provisions of any statute law and of these presents and to any regulations from time to time made by the Association in general meeting provided that no regulation so made shall invalidate any prior act of the Committee which would have been valid if such regulation had not been made.

Special powers of the Committee.

64. Subject to the provisions of article 62 and without prejudice to the general powers conferred by the last preceding article, and the other powers conferred by these presents, it is hereby expressly declared that the Committee shall have the following powers, that is to say, power:-

Preliminary expenses.

(1) To pay the costs, charges and expenses preliminary and incidental to the promotion, formation, establishment, and registration of the Association.

Acquisition and disposal of property or rights.

(2) To purchase or otherwise acquire for the Association any property, rights or privileges which the Association is authorised to acquire at such price and generally on such terms and conditions as they think fit, and to sell, let, exchange or otherwise dispose of absolutely or conditionally any part of the property, privileges and undertaking of the Association upon such terms and conditions and for such consideration as they may think fit.

Paying for property etc. acquired.

(3) At their discretion to pay for any property, rights, privileges acquired by or services rendered to the Association either wholly or partially in cash or in bonds, debentures, or other securities of the Association, and any such bonds, debentures, or other securities may be either specifically charged upon all or any part of the property of the Association.

Mortgaging property etc.,

(4) To secure the fulfilment of any contracts or engagements entered into by the Association by mortgage or charge of all or any of the property of the Association or in such other manner as they may think fit.

Appointing and removing officers etc.

(5) To appoint at their discretion ~~and~~ remove or suspend such ~~servants~~ Secretaries, Treasurers, Clerks and servants for permanent, temporary or special services as they may from time to time think fit, and to determine their powers

nd duties and fix their salaries or emolu ments (if any) and to require security in such instances and in such amount as they think fit and it is hereby declared that unless nd until otherwise determined by the Committee all cheques drawn on any Banking Account of the Association and all transfers of Government or other securities shall be deemed to be sufficiently signed for and on behalf of the Association if signed by the Chairman and the Secretary for the time being of the Association and that the Secretary for the time being of the Association shall have full power to endorse on behalf of the Association all cheques, dividend-warrants nd other orders for the payment of moneys.

ppointing Trustees nd executing deeds therefor.

(6) To appoint any person or persons (whether incorporated or not) to ccept nd hold in trust for the Association ny property belonging to the Association or in which it is interested or for any other purposes, and to execute nd do all such deeds, documents and things s may be requisite in relation to any uch trust and to provide for the remunwration of such trustee or trustees.

titating nd ecuting proceedings.

(7) To institute, conduct, defend, compound or abandon any legal proceedings by or against the Association or its officers or otherwise concerning the affairs of the Association and also to compound nd allow time for payment or satisfaction of any debts due and of any claims or demands by or against the Association.

eferring to Arbitration.

(8) To refer any claims or demands by or against the Association to arbitration and observe and perform the awards.

eceipts nd discharges.

(9) To make and give receipts releases and other discharges for money payable to the Association and for the claims nd demands of the Association.

ction in Bankruptcy.

(10) To act on behalf of the Association in all matters relating to bankrupts nd insolvents.

ppointment of Attorneys etc.

(11) To appoint any person to be the Attorneys or Agents of the Association with such powers (including power to subdelegate) and upon such terms as may be thought fit.

Investing moneys.

(12) To invest and deal with any of the moneys of the Association not immediately required for purposes thereof upon such securities and in such manner as they may think fit, and from time to time to vary or realize such investments.

Executing mortgages etc.

(13) To execute in the name and on behalf of the Association in favour of any member of the Committee or other person who may incur or be about to incur any personal

liability for the benefit ~~xxxx~~ of the Association such mortgages of the Association's property (present and future) as they think fit and any such mortgages may contain a power of sale and such other powers, covenants and provisions as shall be agreed on.

Making and rescinding contracts.

(14) To enter into all such negotiations and contracts and rescind and vary all such contracts and execute and do all such acts, deeds and things in the name and on behalf of the Association as they may consider expedient for or in relation to any of the matters aforesaid or otherwise for the purposes of the Association.

Making and altering Bye-Laws.

(15) From time to time to make, vary and repeal bye-laws for the regulation of the business of the Association.

SEAL

Providing a common Seal.

65. The Committee shall have power to provide for a common seal for the purposes of the Association and from time to time to destroy the same and to substitute a new seal and shall provide for the safe custody of the seal for the time being and it shall not be used except by the ~~xx~~ authority of the Committee.

Seal how to be affixed.

66. Every deed or other instrument to which the seal is required to be affixed shall be sealed in the presence of and shall be signed by two members of the Committee and countersigned by the Secretary.

BOOKS AND ACCOUNTS.

Accounts to be kept.

67. The Committee shall cause true accounts to be kept of the sums of money received and expended by the Association and the matters in respect of which the receipt and the expenditure take place and of the Assets, Credits and Liabilities of the Association.

Account Books where to be kept.

68. The books of account shall be kept at the registered office of the Association or at such other place or places as the Committee think fit.

Inspection of books and documents.

69. The Committee shall from time to time determine whether and to what extent and what times and places and under what conditions or regulations the account books and documents of the Association or any of them shall be open to the inspection of the members, and no member shall have any right of inspecting any account or book or document of the Association except as conferred by statute or authorized by the Committee or by a resolution of the Association in general meeting.

Annual Balance Sheet and Revenue Account.

70. The Committee shall lay before the members at every ordinary General Meeting in the month of August every year a

balance sheet as on the 30th day of June immediately preceding the date of such meeting and a Revenue Account for the 18 months ending with the 30th day of June then last past. The Revenue Account to be placed before the first Ordinary General Meeting shall be for the period commencing with the date of the Registration of the Association and ending with the 30th day of June immediately preceding the date of the meeting.

Contents of Revenue Account and Balance-Sheet.

71. The revenue account shall show, arranged under the most convenient heads, the amount of gross income, the amount of gross expenditure and the surplus or the deficit of the year; the Balance Sheet shall contain a summary of the property assets and liabilities of the Association as on 30th day of June every year and shall be in the form prescribed by the Mysore Companies' Regulation or as near thereto as circumstances admit.

Auditors' Report to be appended.

72. The Auditor's report, prepared in accordance with the provisions of the Mysore Companies Regulation, shall be attached to the Balance Sheet or there shall be inserted at the foot thereof a reference to such report; and the report shall be read out to the members assembled at the Annual General Meeting.

Committee's Report.

73. Every such balance sheet shall be accompanied by a report of the Committee as to the state and condition of the Association.

Annual Accounts to be posted to members.

74. The balance sheet and the Revenue Account shall be signed by the Chairman and at least three other members of the Committee as well as by the Secretary. A printed copy of the balance sheet and the Revenue Account together with the reports of the Auditors and the Committee shall be sent to the registered address of every member at least seven days previously to the meeting; and copies of such accounts shall also be deposited at the registered office of the Association during the period of at least seven days before the meeting.

Filing Balance Sheet with the Registrar.

75. After the balance sheet has been laid before the Association at the Annual General Meeting, a copy thereof signed by the Secretary of the Association shall be filed with the Registrar of Joint Stock Companies in Mysore in accordance with provision of articles 134 of the Mysore Companies Regulation.

AUDIT.

76. Once at least in every year the Accounts of the Association shall be examined and the correctness of the Balance sheet ascertained and verified by one or more Auditors qualified to act in that capacity under Section 144 of the Mysore Co-

Companies Regulation.

Appointment of Auditors.

77. The first Auditors of the Association shall be appointed by the Committee. Subsequent Auditors shall be appointed by the members at the Ordinary General Meeting held in the month of August every year.

Remuneration of Auditors.

78. The remuneration of the first Auditors shall be fixed by the Committee and that of subsequent auditors shall be fixed by the members at the Annual General Meeting.

Ineligibility for Auditorship.

79. No member of the Committee or officer of the Association shall be eligible for election as an Auditor.

Eligible for re-election.

80. An Auditor shall be eligible for re-election.

Limitation of new

81. No person other than a retiring Auditor shall be eligible for election as an Auditor at an Annual Ordinary General Meeting unless notice of an intention to nominate that person to the office of Auditor has been given by a member of the Association not less than 14 days before such Annual General Meeting, and the Association shall send a copy of every such notice to the retiring Auditor and to every member of the Association either by advertisement in the Mysore Government Gazette or in any other mode allowed by the Articles not less than seven days before the date of such general meeting.

Provided that if, after notice of the intention to nominate an Auditor has been given to the Association the Annual General Meeting is called for a date 14 days or less after the notice has been given, the notice to be sent or given by the Associationmay, instead of being sent or given within the time required by this sub-clause be sent or given at the same time as the notice of the Annual General Meeting.

Casual vacancy.

82. The Committee may fill any casual vacancy in the office of Auditor, but, while such vacancy continues, the surviving or continuing Auditor or Auditors (if any) may act.

Appointment of Auditors by Government.

83. If an appointment of Auditors is not made at the Annual Ordinary General Meeting of the Association, the Government may, on the application of any member of the Association, appoint an Auditor for the current year and fix the remuneration to be paid to him by the Association for his services.

Auditor's rights.

84. Every Auditor of the Association shall have a right of access at all times to the books and accounts and vouchers of the Association and shall be entitled to require from the Committee and Officers of the Association such information and explanations as may be necessary for the performance of the duties of the Auditor.

Auditor's Duties.

85. The Auditors shall make a report to the Association on every Balance Sheet laid before the Association in General Meeting during their tenure of office and the report shall state:-

(a) whether or not they have obtained all the information and explanations they have required and

(b) whether in their opinion the Balance Sheet referred to in the Report is properly drawn up so as to exhibit a true and correct view of the state of the Association's affairs according to the best of their information and the explanations given to them and as shown by the books of the Association.

Audited Balance Sheet when conclusive.

86. Every Balance Sheet of the Committee when audited and approved by a General Meeting shall be conclusive except as regards any errors discovered therein within three months next after the approval thereof; Whenever any such error is discovered within that period, the Balance Sheet shall forthwith be corrected and thenceforth shall be conclusive.

NOTICES.

Notice how to be served.

87. A notice may be served by the Association upon any member either personally or by sending it through the post in a prepaid envelope or wrapper addressed to such member at his registered place of address or by advertisement in the Mysore Government Gazette.

Registered Address.

88. Each member of the Association shall from time to time notify in writing to the Association some place in Mysore to be registered as his place of address and such address shall for all purposes be deemed to be his place of residence.

If address not registered.

89. As regards any member who has not notified in writing to the Association some place in Mysore to be registered as his address, a notice posted up in the registered office shall be deemed to be well served on him at the expiration of twentyfour hours from the time when it is so posted up.

When notice deemed to have been served.

90. Any notice sent by post shall be deemed to have been served on the day following that on which the envelope or wrapper containing the same is posted, and in proving such service it shall be sufficient to prove that the envelope or wrapper containing the notice was properly addressed and put into the post office and a certificate in writing signed by the Secretary of the Association that the envelope or wrapper containing the notice was so addressed and posted shall be conclusive evidence thereof.

Signature to notices.

91. The signature to any Notice to be given by the Association may be written or printed.

SECRECY.

Pledge of Secrecy.

92. Every member of the Committee, Trustee, Secretary or other officer, Auditor, Accountant, Clerk, Agent or other person employed in the

the business of the Association shall, if so required by the Committee, sign a declaration pledging himself to observe strict secrecy respecting all transactions of the Association and shall by such declaration pledge himself not to ~~xxxxxx~~ reveal any of the matters which may come to his knowledge in the discharge of his duties except when required to do so by the Committee or by General Meeting of the members or by a court of Law or by the person to whom such matters may relate and except so far as may be necessary in order to comply with any of the provisions in these presents contained.

93. Except as provided by the Bye-Laws for the time being inforce, no member or other person shall be entitled to inspect the books and documents of the Association or to require discovery of ~~xxx~~ or any information respecting any detail of the Association affairs or of any matter whatsoever which may relate to the conduct of the business of the Association, , without the previous permission of the Committee.

INDEMNITY.

94. Every member of the Committee and other officer or servant of the Association shall be indemnified by the Association against all costs, losses and expenses which any such member of the Committee, officer or servant may incur or become liable to be reason of any contract entered into, or act or deed done by him as such member of the Committee, officer or servant or in any way in the discharge of his duties including travelling expenses except such as happen from his respective wilful acts or defaults.

95. No member of the Committee or other officer of the Association shall be liable for the acts, receipts, neglects or defaults of any other member of the Committee or officer or for joining in any receipt or other act for conformity or for any loss or expense happening to the Association through the insufficiency or deficiency of title to any property acquired by order of the Committee for or on behalf of the Association or for the insufficiency or deficiency of any security in or upon which any of the moneys of the Association shall be invested or for any loss or damage arising from the bankruptcy, insolvency or tortuous act of any person with whom any moneys, securities, or effects shall be deposited or for any loss occasioned by any error of judgment or oversight on his part, or for any other loss, damage or misfortune whatever which shall happen in the execution of the duties of his office or in relation thereto unless the same happen through his own dishonesty.

For the said Chairman of Committee

---- H. Shannon Jy

TELEGRAPHIC ADDRESS :— "INDUSCOM."

In reply please refer to No. C2-1068/27-28

GOVERNMENT OF MYSORE.

DEPARTMENT OF INDUSTRIES AND COMMERCE.

Enave

OFFICE OF THE DIRECTOR,

Dated Bangalore, the 17th May *192* 8.

17/5/28 WP 195

FROM

C. RANGANATHA RAO SAHIB, ESQ., B.A., B.L.,
Director of Industries and Commerce in Mysore,
(Bangalore India.)

REV. SECRETARIAT
18 MAY 1928
DEVELOPMENT BRANCH.

To

N. Rama Rao, Esq., B.A., B.L.,
Secretary to the Government of Mysore,
Development Departments, Bangalore.

D 9725

SIR,

In continuation of my letter No. C2-1068/27-28 dated 15-2-28 forwarding copy of the Memorandum and Articles of Association of the proposed Stock Exchange Association I have the honour to submit copy of letter dated 2nd May from the Secretary of the Mysore Chamber of Commerce requesting for certain financial assistance to the Chamber to enable the establishment of a Stock Exchange Association. The Chamber has applied for an initial grant of Rs. 1,000/- and a monthly grant of Rs. 250/- for a period of three years to enable the Chamber to meet the expenses of a Stock Exchange Association. The expenses of a Stock Exchange have to be borne ordinarily by its Members to whom membership on the Exchange is a source of profit. In Bangalore, however, until membership on the Exchange proves to be lucrative, the members will not be -- prepared to meet all the expenses and some subvention on the part of Government is necessary. I beg to recommend that a subvention of Rs. 150/- per month for a period of 3 Years may be sanctioned. I do not consider that assistance in the shape of any initial grant is necessary. The equipment -- required should be purchased from the entrance fee prescribed for Membership. The entrance fee is proposed to be fixed at Rs. 50/-. This seems unduly low as the fee fixed in Madras by the Association there is Rs. 1,000/-.

P.T.O.

2) The draft Memorandum and Articles of Association of the Stock Exchange Association require careful examination by an expert who is versed in the business. I have therefore -- requested the Secretary of the Indian Merchants' Chamber in Bombay to use his good offices and get an expert to examine these rules for a reasonable fee not exceeding Rs 100/-. The report will be submitted to Government in due course.

3) In the meanwhile I request to be informed whether -- Government are inclined to give any financial assistance to the Chamber, as the starting of a Stock Exchange Association will depend entirely on some financial assistance being -- obtained from Government to meet part of the expenditure -- during the early years of the Association.

I have the honour to be,

Sir,

Your most obedient servant,

C Ranganatha Rao Sahib

Director.

Copy of letter No.3.M.C.C. Bangalore dated 2nd May 1928 from the Secretary, Mysore Chamber of Commerce, Bangalore, to the Director of Industries and Commerce in Mysore.

With reference to your letter No.C2-1068/27-28 dated 4th Aprilm 1928, I have the honour to state that the Bye-laws of the Stock Exchange will be sent to you in the course of a fortnight. The Bye-laws are only supplementary to the Memorandum and Articles of Association already sent to you, and only relate to the internal working, such as hours of business, delivery of contract notes and scrips, payment for the same, fixing rates of brokerage etc.

Meanwhile I am instructed to request you to obtain the sanction of Government for the following grants as the financial condition of this Chamber will not enable it to undertake responsibility to start the proposed stock exchange.

(i) A lumpsum grant of Rs. 1,000/- to meet the preliminary expenses, such as registration charges, printing of books and stationery, advertisement, furniture and fixtures etc.,

(ii) A recurring monthly grant of Rs. 250/- for a period of three years to meet the cost of obtaining daily telegraphic market quotations from various centres, employing a Secretary and other office establishments, advertisement , postage, stationery printing andother contingent charges.

The amount applied for above is the minimum with which the Exchange can be started and run for the first three years, in addition to the subscriptions realized from the members. It is hoped that after the expiry of three years the Stock Exchange will be able to stand on its own legs without a Government Grant.

"Copy"

Manager
Director.

TELEGRAPHIC ADDRESS :— "INDUSCOM."

In reply please refer to
No. C2-1068/27-28.

GOVERNMENT OF MYSORE.

DEPARTMENT OF INDUSTRIES AND COMMERCE.

Cenes 2.

OFFICE OF THE DIRECTOR,

Dated Bangalore, the 29th May *1928.*

FROM

C. RANGANATHA RAO SAHIB, Esq., B.A., B.L.,
Director of Industries and Commerce in Mysore,
(Bangalore India.)

To

N. Rama Rao Esq., B.A., B.L.,
Secretary to Government of Mysore,
Development Departments, BANGALORE.

D-10084

SIR,

In continuatio of this office letter No.C2-1068/27-28 dated 17th May 1928 I have the honour to forward herewith for the information of Government, drafts of the Articles of Association, the Bye-laws of the Stock Exchange received from the Mysore Chamber of Commerce. A further report in the matter will be sent after the reply of the Bombay Expert is received in this office.

I have the honour to be,

Sir,

Your most obedient servant,

Ranganatha Rao
for Director.

KSV.

Submitted for perusal
This will be placed
in the main file after its
return.
(Sec'y D)
19/5

25/6/28

25/6

MEMORANDUM OF ASSOCIATION
OF
THE MYSORE STOCK EXCHANGE ASSOCIATION.

I. The name of the Association is "The sore Stock Exchange Association".

II. The registered office of the Association will be situate in Bangalore City.

III. The objects for which the Association is established are:-

(a) To facilitate the transaction of business on the Stock Exchange and to make rules and Bye-laws regulating the mode and condition in and subject to which the business on the Stock Exchange shall be transacted and the conduct of the persons transacting the same and generally for the good order and government of Members of the Association.

(b) To settle points of practice and to decide upon any questions of business, usage or courtesy between or among Members of the Association.

(c) To regulate and fix the scale of commission and brokerage to be charged by Members of the Association.

(d) To protect the Members of the Association against persons whose character or circumstances render them unworthy of credit.

(e) To acquire by purchase, take on lease, or otherwise, lands and buildings and all other property, movable and immovable, which the Association, for the purpose thereof, may from time to time think proper to acquire.

(f) To sell, improve, manage, develop exchange, lease or let, under lease, or sublet, mortgage, dispose of, turn to account or otherwise deal with, all or any part of the property of the Association.

(g) To construct upon any premises acquired for the purposes of the Association any building for the purposes of the Association, and to alter, add to, or remove, any building upon such premises.

(h) To borrow or raise any moneys required for the purposes of the Association upon terms and in such manner and on such securities as may be determined, and in particular by the issue of debentures charged upon all or any of the property of the Association.

(i) To subscribe to, become a Member of, and co-operate with any other Association, whether incorporated or not, whose objects are altogether or in part similar to those of

this Association and to procure from and communicate to any such Association such information as may be likely to forward the objects of this Association.

(j) To invest the moneys of the Association not immediately required in such securities as may from time to time be thought fit.

(k) To remunerate any person or Company for services rendered or to be rendered in placing or assisting to place or guaranteeing the placing of any debentures or other securities of the Association.

(l) To establish and support or aid in the establishment and support of any Association, funds, trusts and conveniences calculated to benefit Members or employees or ex-employees of the Association or of Members of the Association or the dependents of any such persons and to grant pensions and allowances and to make payments towards insurance and to subscribe or guarantee money for charitable or benevolent objects or for any exhibition or for any public general or useful object.

(m) To undertake and execute any trusts, the undertaking of which may seem to the Association desirable.

(n) To do all such other things as may be conducive to, or incidental to the attainment of the above objects or any of them.

IV. The Income and Property of the Association
oever derived shall be applied solely towards
motion of the objects of the Association as
th in this Memorandum of Association and no
by way of dividend or bonus or otherwise, how-
shall be paid by way of profit to the persons
any time are, or have been, Members of the
tion, or to any of them or to any person claim-
ough any of them. Provided that nothing here-
ained shall prevent the payment in good faith
neration to any officer or servants of the Asso-
, or to any Member thereof, or other persons
in return for any services actually rendered to the Association, or the payment of interest on money borrowed from any Member of the Association.

V. The liability of the Members is limited.

VI. Every Member of the Association undertakes to contribute to the assets of the Association in the event of the same being wound up during the time that he is a Member, or within one year afterwards, for payment of the debts and liabilities of the Association contracted before he ceases to be a Member, and of the costs charges and expenses of winding up the same, and for the adjustment of the rights of the contributories among themselves such amount as may be required, not exceeding rupees one hundred.

If a Member of the Association pays or receives any dividend, bonus, or other profit in contravention of paragraph IV of this Memorandum, his liability shall be unlimited.

VII. If upon the winding up or dissolution of the Association, there remains, after the satisfaction of all its debts and liabilities any property whatsoever, the same shall not be paid to, or distributed among the Members of the Association, but shall be given or transferred to some other institution or institutions having objects similar to the objects of the Association to be determined by the Members of the Association, at or before the time of dissolution.

We, the several persons whose names and addresses are subscribed below are desirous of being formed into an Association, in pursuance of this Memorandum of Association.

Names, Addresses and Description of subscribers:-

1.

2.

3.

4.

5.

6.

7.

8.

ARTICLES OF ASSOCIATION
OF
THE MYSORE STOCK EXCHANGE ASSOCIATION.

PRELIMINARY.

Definitions.

1. The marginal notes hereto shall not affect the construction hereof. And in these presents and in the Bye-laws annexed hereto, unless there be some thing in the subject or context inconsistent therewith:-

"Special Resolution" and "Extraordinary Resolution" have the meanings assigned thereto respectively by the Mysore Companies Regulation of 1917 (Section 81)

"The Association" means "The Mysore Stock Exchange Association".

"The Committee" means the Managing Committee of the Association for the time being.

"The Office" means the registered office for the time being of the Association.

"Member" means any individual or firm whose name has been enrolled in the register of members maintained by the Association.

"The Register" means the Register of members to be kept pursuant to Section 31 of the Mysore Companies Regulation of 1917.

"Month" means calendar month.

"In Writing" and "Written" include printing, lithography and other modes of representing or reproducing words in a visible form.

Words importing the singular number include the plural and vice versa.

2. The Regulations contained in Table A in the first Schedule to the Mysore Companies Regulation, 1917, shall not apply to the Association.

MEMBERSHIP.

3. The Association for the purpose of registration is declared to consist of 20 members.

4. The Committee hereinafter mentioned may, whenever it deems it expedient, register an increase of members.

5. No person shall be deemed to have become a member of the Association until he has been elected a member in accordance with the following regulations and has also paid the prescribed entrance fee as well as the first year's subscription.

(1) Every applicant for election as a member must be proposed and seconded by members of the Association in a letter or letters

addressed to the Secretary and signed by the proposer and by the seconder and such letter or letters shall state the names in full of the candidate and must be accompanied by a letter signed by the candidate in such form as may be prescribed by the Committee in that behalf.

(2) On receipt of every such application the Secretary shall intimate the names of the candidate and of his proposer and seconder to every member of the Association, at least seven days before his application is brought before the Committee for consideration, during which period any objection to the election of the candidate may be communicated by any member in writing to the Secretary, for the information of the Committee. All such communications shall be treated as strictly private and confidential.

(3) No person who is a ~~mx~~ minor according to the law to which he is subject shall be eligible for election.

(4) A candidate may be either an individual or a firm but in the latter case the full names and addresses of the partners of the firm shall be given in the letter of application.

(5) No individual who is a partner of a Firm that is a member of the Association shall be eligible for election save upon the condition that he shall cease to be a partner of such Firm prior to his registration as a member.

(6) No individual or firm who is interested in any Firm or business of Stock brokers or dealers outside Mysore or in any Firm or business of Stock Brokers or dealers in Mysore not being members of the Association shall be eligible for election otherwise than by the unanimous vote of all the members of the Committee.

(7) No individual or Firm who or any partner thereof has been a candidate for election and has not been elected shall be eligible for election until six months shall have elapsed from the date of such rejection.

Entrace Fee.

6. Every Individual or Firm elected by the Committee as a member of the Association after the expiry of three months from the date of the registration of the Association shall pay an entrace fee of Rs.50/-

Subscription.

(a) Every individual or Firm elected by the Committee as a Member of the Association shall pay an annual subscription of Rs.50/- in advance provided that in the case of a Firm composed of two or more partners, the Firm shall pay an additional annual subscription of Rs.15/- in advance for every such additional partner.

Partners of Firm.

7. Every member being a Firm shall notify in writing to the Secretary any alteration that

may take place in the constitution of such Firm whether by reason of the death or the retirement of any partner therein or by the admission of any new partner thereof. No new partner admitted to such firm shall be allowed to exercise any of the privileges of membership unless and until such Firm shall have paid to the Association an annual subscription of Rs.15/- in respect of every such partner and unless and until the Committee have agreed to grant every such new partner the privileges of membership and have entered his name in the register of Firms.

General Register of members.

8. A general register of members shall be maintained in accordance with the provisions of Section 31 of the Mysore Companies Regulation 1917

Special Register of partners of Firms.

(a) A separate register shall be kept of all firms being members of the Association in which shall be recorded the full names of all persons being members of each Firm. Any alteration in the constitution of a Firm being a member shall be notified in writing to the Secretary within seven days of the alteration taking place and shall be entered in such last mentioned register.

CERTIFICATES.

Certificates.

9. Every member shall be entitled to a certificate of membership.

Certificates how signed.

10. The certificate of membership shall be issued under the seal of the Association signed by two members of the Committee and countersigned by the Secretary.

Duplicate certificates.

11. If any certificate be worn out or defaced, then, upon production thereof, to the Committee, they may order the same to be cancelled, and may issue a new certificate in lieu thereof, and if any certificate be lost or destroyed then, upon proof thereof to the satisfaction of the Committee and on such indemnity as the Committee deem adequate being given, a new certificate in lieu thereof shall be given to the member to whom such lost or destroyed certificate shall relate.

Fee for a duplicate certificate.

12. For every certificate issued under the last preceding article there shall be paid to the Association the sum of Rs.3/- or such smaller sum as the Committee may determine.

CESSATION OF MEMBERSHIP.

Failure to pay subscription.

13. If a member fails to pay the Annual Subscription within three months of the commencement of the year, the name of such member shall be removed from the register of members and the same shall be notified on the Notice Board of the Association. Such members, when at a later date they apply for election as members, shall be treated as new candidates for election.

When a person shall cease to be a member.

14. The Committee shall have power to remove from their registers the name of any member or the name of a partner of any member in the following cases:-

(a) If he becomes a Bankrupt or insolvent or suspends payment.

(b) If he is found lunatic or becomes of unsound mind.

(c) If he is punished with imprisonment for a term exceeding 6 months.

(d) If he commits any breach of these articles or the Bye-laws for the time being in force.

(e) If he refuses to abide by the decision of the Committee in any matter which under these articles or under the Bye-laws for the time being in force is made the subject of a reference to the Committee.

Suspension of a member.

15. The Committee shall have the power in the following cases to suspend for not more than six months a member or a partner of a member and not to allow any such person to exercise any of the privileges of membership during the period of such suspension and shall further have the power to cancel the order of suspension or to reduce the period of suspension on a representation from the suspended person, provided that every such resolution shall be passed by a majority of not less than two thirds of the total number of members of the whole Committee, at a meeting specially convened for that purpose.

(a) If he is found guilty of dishonourable or unprofessional conduct, which, in the opinion of the Committee, is prejudicial to the reputation or the interests of the Association.

(b) If he has been declared a defaulter by reason of his failure to fulfil any engagement between himself and any other member or members.

When a suspended member ceases to be a member.

16. A person suspended under Article 15 (b) on account of his having been declared to be a defaulter shall cease to be a member if even within six months of the date of his suspension he fails to fulfil the engagements between himself and any other member or members.

Expulsion of a member.

17. The Committee shall further have the power to recommend to the general body of members expulsion of a member who has been suspended for dishonourable or unprofessional conduct under Article 15(a) or the extension of the period of suspension of such member, in cases where the Committee consider the suspension ordered under Article 15(a) is deemed to be inadequate. The recommendation of the Committee shall be considered at an extraordinary general meeting of the members convened specially for this purpose and no resolution passed at such a meeting shall be valid unless it has been passed by not less than one half of the total number of members of the Association entitled to vote..

Minute book for suspensions and expulsions.

18. A separate minute book shall be maintained for recording the minutes of the Committee meetings held for the purpose of considering questions relating to suspension and expulsion.

Notifying suspensions and expulsions.

19. The names of members suspended or expelled under clauses 15, 16 and 17 shall be notified on the Notice Board of the Association for the information of the members only.

BORROWING POWERS.

Borrowing with sanction of General Meeting.

20. The Committee may from time to time with the sanction of the Association in general meeting raise or borrow any sum or sums of money for the purpose of the Association.

Terms and Conditions of the Loan.

21. The Committee may with the like sanction raise or secure the payment or re-payment of such sum or sums in such manner and upon such terms and conditions in all respects as they think fit and in particular by the issue of Debentures or Debenture-Stock of the Association, charged upon all or any part of the property of the Association both present and future.

Issue of securities free from equities.

22. Debentures, Debenture-stock, and other securities may be made assignable free from any equities the same may be issued.

Terms of issue.

23. Any Debentures, Debenture-stock, bonds or other securities may be issued at a discount premium or otherwise and with any special privileges as to redemption, surrender and drawings.

GENERAL MEETINGS.

re to be held.

24. All General Meetings whether ordinary or extraordinary, shall be held at the registered office of the Association or at such convenient place as the Committee may think fit.

to be held.

25. The ordinary General Meetings of the Association shall be held in the month of August every year on such date as may be fixed by the Committee.

raordinary ting.

26. The Committee may convene an extraordinary General Meeting of the Association whenever they think fit.

isition for extraordinary meeting.

27. The Committee shall convene an extraordinary General meeting of the members upon receiving a requisition in writing signed by not less than one fourth of the total number of members entitled for the time being to vote at any meeting of the Association, provided that the requisition shall in no case be valid unless it has been signed by at least 7 members entitled to vote.

(a) Any requisition so made by the members shall express the object of the meeting proposed to be called and shall be sent to the registered office of the association during business hours.

(b) If the Committee do not proceed to convene a meeting within 21 days from the date of the requisition being so deposited, the requisitionists may themselves convene the meeting, but any meeting so convened shall be held

before the expiry of two months from the date of the deposit of such requisition.

(c) If at any such meeting a resolution requiring confirmation at another meeting be passed, the Committee shall forthwith convene a further Extraordinary General Meeting for the purpose of considering the resolution, and, if thought fit, of confirming it as a special resolution; and if the Committee do not convene the meeting within seven days from the date of passing of the first resolution, the requisitionists may themselves convene the meeting.

(d) Any meeting convened under this article by the Requisitionists shall be convened in the same manner as that in which meetings are to be convened by the Committee but shall be held at the Association's registered office.

7 days notice of meeting.

28. Seven d clear days notice to the members specifying the place, day and hour of the meeting, and, in case of special business, the general nature of such business, shall be given either by advertisement or by notice sent by post or otherwise served as hereinafter provided.

Single notice for the meetings.

29. Where it is proposed to pass a special resolution, the two meetings may be convened by one and the same notice, and it is to be no objection to such notice that it only convenes the second meeting contingently on the resolution being passed by the requisite majority at the first meeting.

Business of ordinary Meeting.

30. The business of an ordinary general meeting shall be to receive and consider the reports and the audited accounts presented thereto by the Committee, to elect the members of the Committee and the auditors in the place of those retiring by rotation or otherwise, to fix the remuneration of auditors and to transact any other business of which a special mention shall have been made in the notice convening the meeting.

Chairman of Meeting.

31. The Chairman of the Committee shall take the Chair at every General Meeting, or if he be not present within fifteen minutes after the time appointed for holding such meeting, the members present shall choose another member as Chairman of the Meeting.

Quorum.

32. Seven members present in person and entitled to vote at meetings of the Association shall be the quorum for a General Meeting for all purposes.

Quorum essential.

33. No business shall be transacted at any General Meeting unless the requisite quorum shall be present.

If no quorum present.

34. If, within half-an-hour from the time appointed for the meeting, a quorum be not present, the meeting, if convened upon the requisition of members shall be dissolved; but, in any other case, it shall stand adjourned to the same day in the next week at the same time and place. And if at such adjourned meeting, if a quorum be not present within half-an-hour, those members who are present may transact the business for which the meeting was originally called.

Casting vote of Chairman

35. Every question submitted to a meeting shall be decided by a show of hands and in the case of an equality of votes the Chairman shall, have a casting vote in addition to the vote to which he may be

entitled as a Member.

Declaration by Chairman conclusive.

36. At any General Meeting, a declaration by the Chairman that a resolution has been carried or carried by a particular majority or lost and an entry to that effect in the book of the proceedings of the Association shall be conclusive evidence of the fact without proof of the number or proportion of the votes recorded in favour of or against such resolution.

Adjournments.

37. The Chairman of a General Meeting may with the consent of the meeting adjourn the same from time to time and from place to place, but no business shall be transacted at anyadjourned meeting other than the business left unfinished at the meeting from which the adjournment took place.

One member one vote.

38. At every meeting every member present in person shall have one vote.

Indebted members not to vote.

39. No member shall be entitled to vote at a meeting if he owes any money to the Association or if he has been declared a defaulter or has been suspended.

No proxy.

40. Votes may be given personally but not by proxy.

Only one partner to vote.

41. When a Firm has been registered as a Member of the Association, all the partners of that Firm may attend any meeting of the Association and take part in the discussions; but only one of the partners of that Firm shall be entitled to a seat in the voting block and to the privilege of voting at such meeting.

MANAGING COMMITTEE.

umber of Committee members.

42. The management of affairs of the Association shall be vested in a Committee consisting of not less than eight and not more than twelve members.

hairman of the Committee.

43. The Committee shall elect one of their members to be Chairman of the Committee.

irst Committee.

44. The persons hereinafter named shall be the Members of the First Committee.

1. Mr. Chairman.
2. "
3. "
4. "
5. "
6. "
7. "
8. "

and these shall continue to hold office until their successors shall have been elected at the 2nd Ordinary General Meeting of the Association.

45. Any individual member of the Association and any person being a partner of a Firm who is a member of the Association shall be eligible for election to the Committee provided

always that no more than one member of any Firm shall be a member of the Committee at any one time.

Two Committee Members to retire.

46. At the 3rd Ordinary General Meeting of the Association and at every subsequent Ordinary General Meeting two of the members of the Committee for the time being shall retire from office by rotation.

Which two members are to retire.

47. The members of the Committee to retire from office at the 3rd Ordinary General Meeting and at every subsequent Ordinary General Meeting shall be those who have been longest in office. In case any question shall arise as to which of the Committee Members who have been the same time in office shall retire, the same shall be decided by the Committee by ballot unless the members of the Committee shallagree among themselves upon the subject. The length of time that a member of the Committee has been in office shall be computed from the date of his last election

Eligible for re-election.

48. The retiring members of the Committee shall be eligible for re-election.

Removal of Committee members.

49. The Association may be extraordinary Resolution remove any member of the Committee before the expiration of his period of office.

When a membership of the Committee becomes vacated.

50. The Office of a member of the Committee shall ipso facto be vacated:

(a) If he becomes bankrupt or insolvent or suspnds payment.

(b) If he be found lunatic or becomes of unsound mind.

(c) If he be absent from the meetings of the Committee during a period of three calendar months without special leave of absence from the Committee.

(d) If by notice in writing to the Association he resign his office.

(e) If he ceases to be a member of the Association.

(f) If he is punished with imprisonment for a term exceeding six months.

(g) If he be removed from office by an extraordinary resolution of the Association.

(h) If he be suspended under article 15.

Casual vacancy to be filled up by the Committee.

51. Any casual vacancy occurring in the number of Committee members under article 50 may be filled up by the Committee subject to the confirmation of the members at the next ordinary general meeting. The continuing members of the Committee may act notwithstanding any vacancy in this body.

Period for which he is to serve on the Committee.

52. When a person has been appointed as a member of the Committee under article 51, the member so appointed shall hold office so long only as the Committee member would have held the same if he had continued in office.

Nomination for election as a committee member.

53. No person not being a retiring member of the Committee shall be eligible for election as a member of the Committee at any ordinary General Meeting of the Association unless a proposition for his nomination in writing, signed by the intending proposer and seconder as well as the acceptance of such nomination by the candidate in writing shall have been received at the registered office of the Association at least seven days before the date of such meeting; a list of the proposed nominations shall be pasted on the Notice Board of the Association at least three days before the date of such meeting.

Register of Committee members.

54. The Association shall keep at its office a register containing the names and addresses and occupations of the members of the Committee and shall send to the Registrar of Joint Stock Companies a copy of such register, and shall from time to time notify to the Registrar any change that takes place in the composition of the Committee as required by Section 87 of Mysore Companies Regulation 1917.

PROCEEDINGS OF THE COMMITTEE.

Meeting when to be held.

55(a) The Chairman shall ordinarily convene a meeting of the Committee once a month after giving 7 days notice thereof to the members of the Committee and may convene a Speical meeting of the Committee after giving at least 48 hours notice to the members of the Committee. In case of emergency, 2 hours notice of a Special meeting shall be deemed sufficient notice, provided the nature of such emergency is stated in such notice; the Chairman or any two members of the Committee may convene such an emergency meeting.

(b) Any four members of the Committee may at any time request the Chairman in writing to convene a Special Meeting of the Committee specifying the purpose for which it is to be called, and the Chairman shall within 3 days of such requisition hold such special Meeting.

56. Until otherwise determined by the Committee, four members shall form the Quorum.

57. Questions arising at any meeting shall be decided by a majority of votes and in case of an equality of votes the Chairman shall have a second or a casting vote.

58. If at any meeting of the Committee the Chairman be not present at the time appointed for holding the same, the members of the Committee present shall choose some one of their number to be Chairman of such meeting.

Business which may be transacted at a meeting.

59. A meeting of the Committee for the time being at which a quorum is present shall be competent to exercise all or any of the authorities, powers and discretions by or under the Articles of Association for the time being vested in or exercisable by the Committee generally.

Sub-Committees.

60. The Committee may delegate any of their powers to Sub-Committees consisting of such members as they think fit. Any Sub-committee so formed shall, in the exercise of the powers so delegated, conform to any regulations that may from time to time be imposed upon it by the Committee.

Minutes to be kept.

61. The Committee shall cause minutes to be duly entered in books provided for the purpose:-

(a) Of all appointments of officers.
(b) Of the names of the members of the Committee present at each meeting of the Committee and of any Sub-Committee.
(c) Of all orders made by the Committee and the Sub-Committee.
(d) Of all resolutions and proceedings of General Meetings and of meetings of the Committee and the Sub-Committee.

And any such minutes of any meeting of the Committee or of any Sub-Committee or of the Association if purporting to be signed by the Chairman of such meeting or by the Chairman of the next succeeding meeting shall be receivable as prima facie evidence of the matters stated in such minutes.

POWERS OF THE COMMITTEE.

Approval by the Mysore Chamber of Commerce of the Budget and of the Secretary's appointment.

62. The Committee of the Association shall prepare an annual budget of receipts and expenditure for the incoming year and shall forward the same to the Mysore Chamber of Commerce for the approval and sanction of the Committee of that Chamber. Any alteration in the sanctioned budget shall also receive the previous approval of the Committee of the Mysore Chamber Chamber of Commerce. The appointment of the Secretary of the Association shall be subject to confirmation by the Committee of the Mysore Chamber of Commerce.

General powers of the Committee.

63. Subject to the provisions of article 62, the control of the Association and of the business of the Association shallbe vested in the Committee who, in addition to the powers and authorities by these presents or otherwise expressly conferred upon them, may exercise all such powers and do all such acts and things as may be exercised or done by the Association and are not hereby or by statute law expressly directed or required to be exercised or done by the Association in general meeting but subject neverthless to the provisions of any statute law and of these presents and to any regulations from time to time made by the Association in general meeting provided that no regulation so made shall invalidate any prior act

of the Committee which would have been valid if such regulation had not been made.

Special powers of the Committee.

64. Subject to the provisions of article 62 and without prejudice to the general powers conferred by the last preceding article, and the other powers conferred by these presents, it is hereby expressly declared that the Committee shall have the following powers, that is to say, power:-

Preliminary expense.

(1) To pay the costs, charges and expenses preliminary and incidental to the promotion, formation, establishment, and registration of the Association.

Acquisition and disposal of property or rights.

(2) To purchase or otherwise acquire for the Association any property, rights or privileges which the Association is authorized to acquire at such price and generally on such terms and conditions as they think fit, and to sell, let, exchange or otherwise dispose of absolutely or conditionally any part of the property, privileges and undertaking of the Association upon such terms and conditions and for such consideration as they may think fit.

Paying for property etc., acquired.

(3) At their discretion to pay for any property, rights, privileges acquired by or services rendered to the Association either wholly or partially in cash or in bonds, debentures, or other securities of the Association, and any such bonds, debentures, or other securities may be either specifically charged upon all or any part of the property of the Association.

Mortgaging property etc.,

(4) To secure the fulfilment of any contracts or engagements entered into by the Association by mortgage or charge of all or any of the property of the Association or in such other manner as they may think fit.

Appointing and removing officers etc.,

(5) To appoint at their discretion remove or suspend such Secretaries, Treasurers, Clerks and Servants on a permanent or temporary basis as they may from time to time think fit, and to determine their powers and duties and fix their salaries or emoluments (if any) and to require security in such instances and in such amount as they think fit and it is hereby declared that unlessand until otherwise determined by the Committee all cheques drawn on any Banking Account of the Association and all transfers of Government or other securities shall be deemed to be sufficiently signed for and on behalf of the Association if signed by the Chairman and the Secretary for the time being of the Association and that the secretary for the time being of the Association shall have full power to endorse on behalf of the Association all cheques, dividend-warrants and other orders for the payment of moneys.

Appointing Trustees and executing deeds therefor.

(6) To appoint any person or persons (whether incorporated or not) to accept and hold in trust for the Association any property belonging to the Association or in which it is interested or for any other purposes, and to execute and do all such deeds, documents and things as may be requisite in relation to any such trust and to provide for the remuneration of such trustee or trustees.

Instituting and abandoning proceedings.

(7) To institute, conduct, defend, compound or abandon any legal proceedings by or against the Association or its officers or otherwise concerning the affairs of the Association and also to compound and allow time for payment or satisfaction of any debts due and of any claims or demands by or against the Association.

Referring to Arbitration.

(8) To refer any claims or demands by or against the Association to arbitration and observe and perform the awards.

Receipts and discharges.

(9) To make and give receipts releases and other discharges for money payable to the Association and for the claims and demands of the Association.

(10) To act on behalf of the Association in all matters relating to Bankrupts and insolvents.

Appointing Agents etc.,

(11) To appoint any person to be the Attorneys or Agents of the Association with such powers (including power to subdelegate) and upon such terms as may be thought fit.

Investing moneys.

(12) To invest and deal with any of the moneys of the Association not immediately required for purposes thereof upon such securities and in such manner as they may think fit, and from time to time to vary or realize such investments.

Executing mortgages etc.,

(13) To execute in the name and on behalf of the Association in favour of any member of the Committee or other person who may incur or be about to incur any personal liability for the benefit of the Association such mort-gages of the Association's property (present and future) as they think ~~fit~~ fit and any such mortgages may contain a power of sale and such other powers, covenants and provisions as shall be agreed on.

Making and rescinding contracts.

(14) To enter into all such negotiations and contracts and rescind and vary all such contracts and execute and do all such ~~deeds~~ acts, deeds and things in the name and on behalf of the Association as they may consider expedient for or in relation to any of the matters aforesaid or otherwise, for the purposes of the Association.

Making and altering Bye-laws.

(15) From time to time to make, vary and repeal bye-laws for the regulation of the business of the Association.

SEAL.

Providing a common seal.

65. The Committee shall have power to provide for a common seal for the purposes of the Association and from time to time to destroy the same and to substitute a new seal and shall provide for the safe custody of the seal for the time being and it shall not be used except by the Authority of the Committee.

Seal how to be affixed.

66. Every deed or other instrument to which a seal is required to be affixed shall be sealed in the presence of and shall be signed by two members of the Committee and countersigned by the Secretary.

1.8

BOOKS AND ACCOUNTS.

Accounts to be kept.

67. The Committee shall cause true accounts to be kept of the sums of money received and expended by the Association and the matters in respect of which the receipt and the expenditure take place and of the Assets, Credits and liabilities of the Association.

Account books where to be kept.

68. The books of account shall be kept at the registered office of the Association or at such other place or places as the Committee think fit.

Inspection of books and documents.

69. The Committee shall from time to time determine whether and to what extent and what times and places and under what conditions or regulations the account books and documents of the Association or any of them shall be open to the inspection of the members, and no member shall have any right of inspecting any account or book or document of the Association except as conferred by statute or authorized by the Committee or by a resolution of the Association in general meeting.

Annual Balance Sheet and Revenue Account.

70. The Committee shall lay before the members at every ordinary General Meeting in the month of August every year a balance sheet as on the 30th day of June immediately preceding the date of such meeting and a Revenue Account for the ~~12th~~ 12 months ending with the 30th day of June then last past. The revenue Account to be placed before the first Ordinary General Meeting shall be for the period commencing with the date of the Registration of the Association and ending with the 30th day of June immediately preceding the date of the meeting.

Contents of Revenue Account and Balance Sheet.

71. The revenue Account shall show, arranged under the most convenient heads, the amount of gross income, the amount of gross expenditure and the surplus or the deficit of the year; the Balance Sheet shall contain a summary of the property assets and liabilities of the Association as on 30th day of June every year and shall be in the form prescribed by the Mysore ~~Companies~~ Companies Regulation or as near thereto as circumstances admit.

Auditors' Report to be appended.

72. The Auditor's Report, prepared in accordance with the provisions of the Mysore Companies Regulation, shall be attached to the Balance Sheet or there shall be inserted at the foot thereof a reference to such report; and the report shall be read out to the members assembled at the Annual General Meeting.

Committee's report.

73. Every such balance sheet shall be accompanied by a report of the Committee as to the state and condition of the Association.

Annual Accounts to be posted to members.

74. The balance sheet and the Revenue Account shall be signed by the Chairman and at least three other members of the Committee as well as by the Secretary. A printed copy of the balance sheet and the Revenue Account together with the reports of the Auditors and the Committee shall be sent to the registered address of every member at least seven days previously to the meeting; and copies of such accounts shall also be deposited at the registered office of the Association during the period of at least seven days before the meeting.

Filing Balance Sheet with the Registrar.

75. After the balance sheet has been laid before the Association at the Annual General Meeting, a copy thereof signed by the Secretary of the Association shall be filed with the Registrar of Joint Stock Companies in Mysore in accordance with provision of articles 134 of the Mysore Companies Regulation.

AUDIT.

Annual Audit.

76. Once at least in every year the Accounts of the Association shall be examined and the correctness of the Balance Sheet ascertained and varified by one or more Auditors qualified to act in that capacity under Section 144 of the Mysore Companies Regulation.

Appointment of Auditors.

77. The first Auditors of the Association shall be appointed by the Committee. Subsequent Auditors shall be appointed by the Members at the Ordinary General Meeting held in the month of August every year.

Remuneration of Auditors

78. The remuneration of the first Auditors shall be fixed by the Committee and that of subsequent auditors shall be fixed by the Members at the Annual General Meeting.

Ineligibility of for Auditorship

79. No member of the Committee or officer of the Association shall be eligible for election as an Auditor.

Eligible for re-election.

80. An Auditor shall be eligible for re-election.

Nomination of new Auditor.

81. No person other than a retiring Auditor shall be eligible for election as an Auditor at an Annual Ordinary General Meeting unless notice of an intention to nominate that person to the office of Auditor has been given by a member of the Association not less than 14 days before such Annual General Meeting, and the Association shall send a copy of every such notice to the retiring Auditor and to every member of the Association as prescribed by Article 87, not less than seven days before the date of such General Meeting.

Provided that if, after notice of the intention to nominate an Auditor has been given to the Association the Annual General Meeting is called for a date 14 days or less after the Notice has been given, the notice to be sent or given by the Association may, instead of being sent or given within the time required by this Sub-clause, be sent or given at the same time as the Notice of the Annual General Meeting.

asual vacancy.

82. The Committee may fill any casual vacancy in the office of Auditor, but, while such vacancy continues, the surviving or continuing Auditor or Auditors (if any) may act.

Appointment of Auditors by Government.

83. If an appointment of Auditors is not made at the Annual Ordinary General Meeting of the Association, the Government may, on the application of any Member of the Association, appoint an Auditor

for the current year and fix the remuneration to be paid to him by the Association for his services.

Auditor's Rights.

84.Every Auditor of the Association shall have a right of access at all times to the books and accounts and vouchers of the Association and shall be entitled to require from the Committee and Officers of the Association such information and explanations as may be necessary for the performance of the duties of the Auditor.

Auditor's Duties.

85. The Auditors shall make a report to the Association on every Balance Sheet laid beofore the Association in General Meeting during their tenure of office and the report shall state:-

(a) Whether or not they have obtained all the information and explanations they have required and

(b) Whether in their opinion the Balance Sheet referred to in the Report is properly drawn up so as to exhibit a true and correct view of the state of the Association's affairs according to the best of their information and the explanations given to them and as shown by the books of the Association and is in accordance with law.

Audited Balance Sheet when conclusive.

86. Every Balance Sheet of the Committee when audited and approved by a General Meeting shall be conclusive except as regards any errors discovered therein within three months next after the approval thereof;whenever any such error is discovered within that period, the Balance Sheet shall forth with be corrected and thenceforth shall be conclusive.

NOTICES.

Notice how to be served.

87.A Notice may be served by the Association upon any member either personally or by sending it through the post in a prepaid envelope or wrapper addressed to such member at his registered place of address or by advertisement in the Mysore Government Gazette.

Registered Address.

88.Each Member of the Association shall from time to time notify in writing to the Association some place in Mysore to be registered as his place of address and such address shall for all purposes be deemed to be his place of residence.

If address not registered.

89.As regards any member who has not notified in writing to the Association some place in Mysore to be registered as his address, a notice posted up in the registered office shall be deemed to be well served on him at the expiration of twenty four hours from the time when it is so posted up.

Notice when deemed to have been served.

90. Any notice sent by post shall be deemed to have been served on the day following that on which the envelopes or wrapper containing the same is posted, and in proving such service it shall be sufficient to prove that the envelope or wrapper containing the notice was properly addressed and put into the post office and a certificate in writing signed by the Secretary of the Association that the envelopes or wrapper containing the notice was so

addressed and posted shall be conclusive evidence thereof.

Signing Notices.

91.The signature to any Notice to be given by the Association may be written or printed.

SECRECY.

Pledge of Secrecy.

92.Every member of the Committee, Trustee, Secretary or other Officer, Auditor, Accountant, Clerk, Agent or other person employed in the business of the Association shall, if so required by the Committee, sign a declaration pledging himself to observe strict secrecy respecting all transactions of the Association and shall by such declaration pledge himself not to reveal any of the matters which may come to his knowledge in the discharge of his duties except when required to do so by the Committee or by General Meeting of the Members or by a Court of Law or by the person to whom such matters may relate and except so far as may be necessary in order to comply with any of the provisions in these presents contained.

Inspection of Books and Documents.

93.Except as provided by the Bye-laws for the time being in force, no member or other person shall be entitled to inspect the books and documents of the Association or to require discovery of or any information respecting any detail of the association affairs or of any matter whatsoever which may relate to the conduct of the business of the Association, without the previous permission of the Committee.

INDEMNITY:

When entitled to be indemnified.

94. Every member of the Committee and other officer or servant of the Association shall be indemnified by the Association against all costs, losses and expenses which any such member of the Committee, officer or servant may incur or become liable to be reason of any contract entered into, or act or deed done by him as such member of the Committee, officer or servant or in any way in the discharge of his duties including travelling ~~ex~~ expenses except such as happen from his respective wilful acts or defaults.

When not liable.

95.No member of the Committee or other officer of the Association shall be liable for the acts, receipts, neglects or defaults of any other member of the Committee or officer or for joining in any receipt or other act for conformity or for any loss or expense happening to the Association through the insufficiency or deficiency of title to any property acquired by order of the Committee for or on behalf of the Association or for the insufficiency or deficiency of any security in or upon which any of the moneys of the Association shall be invested ~~fo~~ or for any loss or damage arising from the Bankruptcy, Insolvency or tortuous act of any person with whom any moneys securities, or effects shall be deposited or for any loss occasioned by any error of judgment or oversight on his part, or for any other loss, dama

or misfortune whatever which shall happen in the execution of the duties of his office or in relation thereto unless the same happen through his own dishonesty.

Secretary.

THE BYE-LAWS OF THE MYSORE STOCK EXCHANGE ASSOCIATION.

I. ALTERING BYE-LAWS.

1(a) The Bye-laws herein set forth shall continue to be in force until rescinded or altered in the manner hereinafter provided. Any resolution of the Committee altering, adding to or repealing any of the Bye-laws for the time being in force shall be posted on the Notice Board of the Association and a copy thereof shall be sent to each member at his registered address and shall continue in force until the next ordinary General Meeting, and thereafter only in the form in which they are confirmed at that Meeting.

(b) The Committee shall have power to frame and notify Regulations for the conduct of business in the exchange in respect of matters not provided for in these Bye-laws.

II. WORKING DAYS.

Holidays.

2. The market will be closed on Bank holidays notified under the Mysore Negotiable Instruments Regulation and on such other holidays as may be notified by the Committee of the Exchange.

Business hours.

3. The Exchange Hall shall be open from 11.a.m. to 3.p.m. on every business day and from 11.a.m. to 2.p.m. on Saturdays, and no bargains or settlements shall be made by the members outside the business hours.

Changing business hours.

4. The Committee may by a resolution extend or curtail business hours on particular days and notify the same on the Notice Board of the Exchange Hall.

Market rates.

5. A daily official list of opening and closing prices shall be issued by the Secretary and put up on the Notice Board of the Exchange after business hours.

III. ADMISSION TO THE EXCHANGE HALL.

Admission.

6. No person other than a Member, a registered partner of a Member, or an authorised Assistant of a Member shall be at liberty to use the Exchange Hall of the Association.

Authorised Assistants.

7 (a) Any Member desiring to obtain admission of any Assistant to the Exchange Hall of the Association shall apply in writing to the Committee for the admission of such Assistant and no Assistant shall be permitted to enter the Exchange Hall of the Association until he has been so authorised.

(b) The application for admission of an Assistant shall be made in such form as the Committee may from time to time prescribe and the Committee shall have an absolute discretion to

to determine whether an Assistant should be authorised or not, provided always that no person who is disqualified from election as a Member shall be eligible for admission as an Assistant.

(c) Every member shall pay to the Secretary of the Association an Annual Subscription of Rs.5/- on behalf of his authorised Assistant as a condition precedent to his use of the Exchange Hall of the Association.

(d) Every Member shall give to the Committee immediate notice in writing whenever the employment by him of any authorised Assistant has been terminated and, on the termination of such employment, the right of the Assistant to use the Exchange Hall of the Association shall cease. But this shall not prevent any other Member from engaging him as an authorised Assistant and applying for the approval of the Committee as detailed above.

IV. BARGAINS IN THE MARKET.

Contracts subject to these Rules.

8. All contracts made by a Member with another Member for the purchase of sale of stocks shares and like securities shallin all cases be deemed to have been made subject to the Memorandum and Articles of Association and the Bye-laws of the Mysore Stock Exchange Association.

Dealings between members only.

9. The Association does not recognise as parties to any transaction or dealing in the Exchange any parties other than its own Members.

All contracts to be on behalf of a Member.

10(a) No registered partner of a Firm who is a Member shall enter into any contract except in the name and on behalf of his Firm, and ~~xxxxx~~ all the registered partners of such Firms shall be jointly and severally responsible for due fulfilment of all such contracts.

(b) An authorised Assistant shall not enter into any contracts on his own behalf and all contracts made by him shall be in the name of the Member employing him and such Member shall be absolutely responsible for the fulfilment of all such contracts.

Unbusiness like dealings.

11. A Member or an authorised Assistant who engages in reckless or unbusiness like dealings in the Exchange or in any manner circulates rumours of a sensational character shall be deemed guilty of dishonourable conduct and may be suspended by the Committee.

Fictitious dealings.

12. Fictitious transactions or dealings in the Exchange are forbidden and the Member or authorised Assistant who shall give or execute an order for the purchase or sale of shares or securities which to his knowledge would involve no change of ownership shall be deemed guilty of dishonourable conduct and may be suspended by the Committee.

Defaulting constituent.

13. A Member shall not transact for a constituent who to his knowledge is in default to another Member unless such constituent shall have made a satisfactory arrangement with the Members who are his creditors.

Constituent's financial position.

14. A Member shall not transact any business for a constituent which in its nature or its extent appears beyond the means of such constituents.

V. CONTRACT NOTES AND BROKERAGE.

Contract Notes.

15. Members shall render written contract notes to non-members in respect of every bargain made for such non-member's account, stating the price at which the bargain has been made. Such contract notes shall contain a charge for brokerage at the rates prescribed in these Bye-laws, and shall bear the stamp provided by the law for the time being in force. The contract note shall be in the form prescribed by the Committee.

Member dealing as Principal.

16. In case where a Member is buying or selling his own shares or securities or acts in the capacity of a Principal with the constituent, that fact shall be clearly stated on the contract notes, in which case no brokerage shall be charged.

Comparing contracts.

17. It shall be the duty of Members with a view to prevent mistakes to compare each contract in the settlement room of the Association on the business day next after the bargain was made.

How to compare.

18. A comparison of contracts shall be made by members or the authorised Assistants of such Members initialling the relative entries in the books maintained by the Association for recording all bargains in the Exchange Hall.

Failing to compare contract notes.

19. If a Member fails to comply with the provisions of Rules 17 & 18 and if a difference in the contracts which would have been discovered on such comparison is subsequently discovered. The Member failing to comply with the said rules shall not be entitled to call for performance of the contract except as it appears in the books of the Association recording such transaction.

Discrepancies in contract notes.

20. If a difference in the respective contracts of the parties be discovered during comparison pursuant to Rule 17 and if such difference be not adjusted by mutual agreement within twenty-four hours, any party intending to make a claim against the other must forthwith close the transaction in the open market by purchase or sale as the case may be so as to determine the amount of damages to be claimed and the dispute shall then be referred to arbitration under the provisions of the Rules of the Exchange.

Receiving brokerage.

21. A Member may receive brokerage from more than one Principal on a transaction carried

through directly between two non-members and in such case the contract note shall state that the bargain has been made between non-members.

Brokerage to non-members.

22. A Member may remunerate a non-member who introduces business with a share not exceeding one half of the usual brokerage charged to the Principal, provided such non-Member is a broker or other person approved by the Committee.

Brokerage on shares.

23. The rates of brokerage to be charged to the Members for the purchase or sale of stocks, shares, debentures and like securities shall be as follows. This rule shall not apply to the underwriting or the placing of new issues. There shall be a minimum charge of half a rupee on each transaction.

On debentures of Joint Stock Companies.	1/4 per cent on the face value.

On the purchase price of shares of Joint Stock Companies as per the contract note issued to the buyer.

		per share. Rs. A. P.
When such price does not exceed Rs.10		0 2 0
When such price exceeds Rs.10 but does not exceed Rs.50		0 4 0
" 50	" 100	0 12 0
" 100	" 250	1 0 0
" 250	" 500	1 4 0
" 500	" 1000	2 8 0
" 1000	" 1500	3 12 0
" 1500	" 2000	5 0 0
" 2000	" ---	7 8 0

VI. DELIVERY AND PAYMENT.

24. In all ready delivery contracts and in the absence of an express contract to the contrary, the necessary transfer forms duly signed by the transferor and witnessed shall be delivered by the seller to the buyer before the close of business hours on a business day, not later than the seventh day from the day of sale. When transfer forms are not so delivered, shares may be bought in by the buyer in the manner provided in these rules.

Number of transfer forms.

25. Unless otherwise agreed at the time of sale, the buyer is entitled to require from the seller transfer forms in the following lots but he must accept delivery of one or more certificates representing the total number of shares in each bargain.

Each transfer of	50 shares if the face value of a share does not exceed Rs.10.
-do-	25 shares if the face value of a share exceeds Rs.10 and does not exceed Rs.25.

	-do-	10 shares if the face value of a share exceeds Rs.25 and does not exceed Rs.50.
	-do-	5 shares if the face value of a share exceeds Rs.50 and does not exceed Rs.100.
	-do-	1 share if the face value of a share exceeds Rs.100

Delivery of shares Scrips.

26. Delivery of shares sold must be made by the selling Member not later than the seventh day after the day on which the transfer forms were delivered to the purchasing Member. If delivery of shares is not so made, the shares may be bought in by the buyer in the manner provided in these Bye-laws.

Charges payable by the buyer.

27. Stamp duties payable to Government and transfer fees charged by a Company for registering transfers shall be paid by the buyer.

Payment.

28. When securities are delivered, the party delivering the securities shall have the right to require the purchase money to be paid in cash against such delivery.

Sale when transfer books closed.

29. Buyer is entitled when paying for shares, on which a dividend has been declared and for which the transfer books of the Company were closed before delivery, to deduct the dividend declared.

VII. REGULARITY OF DOCUMENTS AND REGISTRATION OF TRANSFER.

Sale not conditional on transfer.

30. Save as is provided in Bye-laws 33 a sale of shares is not conditional on the Company transfering the shares into the name of the buyer. The only obligation on the seller on the sale of shares is to tender and deliver relative certificates of shares with a properly executed transfer. The seller shal not be deemed to guarantee that the Company will transfer the shares into the name of the buyer and shall incur no liability by reason of the refusal of the Company in exercise of the power in that behalf vested in it under the Articles of Association of the Company.

Fresh transfer on refusal of Company.

31. When a Company objects to a transferee and refuses to register a transfer on the ground of such objection, the transferor shall on request and on the original transfer being presented to him for cancellation of his signature, sign a fresh transfer.

Payment of calls.

32. The Purchaser shall pay every call or contribution which becomes payable after delivery of the certificate and transfer.

Failure of purchaser to pay.

33. If the purchaser fails to make such payment and the seller is compelled to pay the same, the seller shall be entitled to recover the same from the purchaser, notwithstanding that the purchaser applied to the Company to transfer the shares and that the Directors of the Company refused the transfer.

Payment of call's by selling member.

34. A selling Member may previous to delivery pay any call made on securities although not due and may xx claim the sum paid from the buying Member.

Refusal by Company to transfer on account of lien.

35. The provisions of Rules 30, 32 and 33 shall not apply where the Company refuses to transfer the shares on the ground that the shares are subject to a lien on account of any debt or liability of the transferor, and if the transfer is refused on that groun the selling Member shall within seven days of his being called upon to do so by the buying Member, either release the shares from such lien or give other shares free of lien and if the selling member fails to effect su release or to give such shares, the buying Member shall be entitled to rescind the sale and recover the price paid and damages for any loss sustained. In the case of every suc share, the buying Member shall be entitled to the benefit of this Rule provided he has applied to the Company to have the share tra ferred within fifteen days of the date of de livery of such share.

Company in liquidation.

36. If a Company be wound up at the date of the contract or between the date of the contract and the due date of payment, th seller is entitled to recover from the purchaser the purchase money and any contribution or call required to be paid even thou the liquidator refuses to consent to the tra fer. If the buyer cannot get the shares tra ferred to his name, the seller shall, if required to do so by the buyer and at the buye cost, assign his title to and his rights in the share sold, to the buyer and shall execu a Power of Attorney in favour of the buyer t enable him to recover any dividends becoming payable after the due date of contract in respect of the shares bought.

Dispute after registration.

37. When the official receipt of certificate of registration has been given by the Company neither the selling Member nor the buying Member shall be responsible to the buyer for any subsequent dispute as to title.

legularity and genuineness of documents.

38. A Member who receives payment against the delivery of complete documents. i.e. shares and transfer deeds, etc., shall be responsible to the Member to whom the same are delivered, for the regularity and genuineness of documents so delivered for a period of 15 days from the date of delivery, except in the case of fraud or bad faith on the part of such Member in the transactions. After this period, the liability of the Member who delivered the documents shall cease

and the Arbitrators or Umpire shall not entertain any complaint in respect of the irregularity on non-genuineness of any documents so delivered.

Liability of constituents.

39. Nothing in Rule 36 shall affect the liability of the constituent (which term shall in cases where the Member has dealt on his own account, include such Member) from whom the Member may have received the documents, in an action at law or in any other proceedings and the above rule shall apply only to the rights and obligations of Members between themselves. The Member who delivered the documents shall however be bound to render every assistance to the buyer in any proceedings he may take against the seller.

Replacement of irregular documents and refund.

40. If within the prescribed period of fifteen days a Member to whom the documents are delivered, gives intimation in writing to the Member who delivered them, of his objections to their regularity or genuineness, the Member who delivered them shall within a week from the date of such intimation remove any irregularity or establish the genuineness of the documents as the case may be or deliver other and regular and genuine documents, and the Member failing to deliver such other documents shall refund on return of the documents the moneys paid against such documents.

Refund does not cancel contract.

41. A refund of the price on the return of documents shall not operate as cancellation of the contract and if the selling Member within a period of fifteen days from the refund tenders to the buying Member regular and genuine documents, the buying Member shall be bound to accept such documents in fulfilment of the original contract and pay the purchase price.

VIII. BARGAINS IN NEGOTIABLE SECURITIES.

42. The following Bye-laws relate to Bargains in securities of the Government of Mysore, the Government of India, Local Governments, Debentures and Stock of Port Trusts, Municipal Corporations and other Securities as may come within the provisions of the Mysore Negotiable Instruments Regulation and the Government of India Negotiable Instruments Act.

Cash bargains.

43. Bargains in Negotiable Securities and stock to which this Chapter applies shall be for cash.

Bargains for negotiable securities.

44. All such bargains shall be for promissory notes transferable by endorsement, unless there is a condition in the contract for delivery of bearer bonds.

Contract Notes.

45. Written contracts shall be rendered on the day of bargain as provided in the foregoing Bye-laws 15 to 22.

Accrued Interest.

46.The accrued interest is not included in the bargain price and the buyer shall pay interest accrued to the day of payment.

delivery.

47.The bargain shall be for delivery and payment before 3.p.m. on the business day next following the bargain unless otherwise stipulated at the time of the bargain. If such day be Saturday, delivery and payment shall be made on the business day next following.

Bargain for less than 14 days.

48.A bargain for cash shall not be valid if the delivery is to be made more than 14 days from the date of contract.

Rates of brokerage.

49. Brokerage shall be charged at the following rates. This rule shall not apply to under writing and the placing of new loans. There shall be a minimum charge of half a rupee for each transaction.

S E C U R I T I E S.	BROKERAGE DUTY.
(a) On securities of the Government of Mysore, Government of India and Local Governments.	1/8 per cent on the face value.
(b) Debentures and Stock of Port Trusts, Municipalities, Railways and other securities.	1/4 per cent on the face value.

Regularity of endorsements.

50. The buyer may refuse to pay for securities unless all endorsements on the back of the note are valid., regular and in proper form, but he shall pay for such portion of the securities as may be in order. The securities thus returned unpaid must not be bought in until seven days have been allowed to the seller to put the securities in order. The buyer is not liable to pay the accrued interest beyond the due date for the delivery of securities returned. If the seller fails to deliver the securities within the said period of seven days, the buyer shall after giving one business day's notice be entitled to buy-in the same within two days thereafter.

o cross endorsements.

51. The buyer may refuse to accept the Notes and to pay for them if there is a cross endorsement or if interest is left undrawn for more than three years.

Renewal Fee.

52. The buyer is entitled to claim the renewal fee when there are less than three blank spaces for endorsement on the back of the note or when there are six or less than six half yearly interest columns or when there are more than two enfacements for payment of interest.

Member's responsibility for endorsements.

53. The Member acting as a broker on behalf of a Principal is not responsible. for the genuineness and regularity of securities passing by endorsements and delivery and delivered by the seller to the buyer.

Payment.

54. When securities are delivered, the party delivering the securities shall have the right to require the purchase money to be paid in cash against such delivery.

Right to buy-in or sell-out.

55. If the securities are not delivered in time as provided herein, the securities may be bought-in by the buyer in the manner provided in these Bye-laws. If the purchase money is not paid as herein provided, the securities may be sold out by the seller in the manner provided by these Bye-laws.

IX. BUYING-IN AND SELLING-OUT.

In open market.

56. Buying-in and Selling-out must be effected by the Secretary of the Association in the open market during the official business hours. Only Members may make a bid or offer.

Notice of buying-in and selling-out.

57. Notice in writing signed by the Member of intention to buy-in or sell-out securities must be delivered at the office of the Member in default and if such notice is not given, the buyer or the seller as the case may be, shall not be entitled to buy-in or sell out and claim damages.

Withdrawal of notice.

58. Any notice of intention to buy-in or sell-out may be withdrawn in writing and on such withdrawal the parties shall be in the same position as if the notice had not been given at all.

Tender by seller

59. The buyer must accept any pay for the securities at any time prior to the actual exercise of his right to buy-out.

Tender by seller after notice.

60. The seller must accept payment and deliver securities at any time prior to the actual exercise by him of his right to sell out.

Tender by buyer after notice.

61. If a seller has issued notice of his intention to sell-out securities for default in payment and if the buyer tenders payment before the securities are sold-out, the seller must deliver the securities and accpet payment.

Securities bought-in but undelivered.

62. Securities bought-in and not delivered on the next business day may be again bought-in for immediate delivery without further notice and any loss be paid by the Member causing such further buying-in.

Securities sold out

63. Securities sold out and not ap paid for the next business day may be again sold out for immediate payment without further notice and any loss shall be paid by the Member causing such further selling-out.

Bid by buyer or seller barred.

64. A Member for whose account the buying-in or selling-out is effected shall not ber permitted to make a bid or offer.

Notice of Damages.

65. A Member buying-in or selling out securities must within two days of the buying-in or selling out give notice of the same to the Member in default and claim damages, if any arising therefrom. The Member on whose account the buying-in or selling-out ~~is~~ is effected shall notwithstanding that he is in default, be entitled to the difference or profit which may arise by the buying-in or selling-out on his account, as the case may be.

TELEGRAPHIC ADDRESS :— "INDUSCOM."

In reply please refer to
No. C2-1068/07-08.

GOVERNMENT OF MYSORE.

DEPARTMENT OF INDUSTRIES AND COMMERCE.

OFFICE OF THE DIRECTOR,

Dated Bangalore, the 23rd July *1928.*

24 JULY 1928

J.S. 13-26-10

FROM

C. RANGANATHA RAO SAHIB, ESQ., B.A., B.L.,
Director of Industries and Commerce in Mysore,
(Bangalore India.)

GEN. BRCH. 753 JULY 1928 DEVELOPMENT BRANCH

To

M. Rama Rao, Esq., B.A., B.L.,
Secretary to Government of Mysore,
Development Departments, BANGALORE.

SIR,

In continuation of my letter No. C2-1068/07-08 dated the 17th May 1928, I have the honour to state that I had requested Mr. J.K. Metha of Bombay to ascertain if the services of any person well conversant with the rules of stock exchange is available to examine the rules, regulations and bye-laws relating to the Stock Exchange as proposed by the Mysore Chamber of Commerce. He has replied in his letter dated the 30th June 1928 (a copy of which is herein enclosed for the kind information of Government), to say that Mr. Mr. Manganlal Daru, B.A., LL.B., Secretary of the Bombay Stock Exchange Ltd., knows all about the rules and regulations of a stock exchange and is willing to undertake the work for Rs.200/-. I have the honour to request you to kindly obtain the sanction of Government to the payment of a remuneration of Rs.200/-, to Mr. Manganlal Daru for examination of the rules, regulations and bye-laws of the Stock Exchange of the Mysore Chamber of Commerce. The amount will be met out of Rs.4,200/-, provided for under 1 Direction, Special charges- Collection and Compilation of Statistics in the current year's Budget.

I have the honour to be,

Sir,

Your most obedient servant,

C Ranganatha Rao Sahib
DIRECTOR.

KSV.

913

Letter dated the 30th June 19~8 from Mr. J.K. Metha, M.A., Secretary, The Indian Merchants' Chamber, Bombay to the Director of Industries and Commerce in Mysore, Bangalore.

I am sorry your reference with regard to your Stock Exchange has been delayed. The fact is that I wanted to consult Mr. Magnalal Daru, B.A., LL.B., Secretary of the Bombay Stock ExchangeLtd., known as the "New Stock Exchange". He is connected with this body for the last 6 or seven years, and helped it to prepare its case before the Allay Committee. He knows all about the rules and regulations of atStock Exchange. I have seen him now and he undertakes to go through all these Rules and Regulations as well as your Bye-laws carefully and to give his opinion on the same. However, he finds the remuneration offered by you to be too small and proposes Rs.200/-. Will you kindly let know your reply?

You will kindly treat this correspondence as purely between the Mysore Government and myself as J.K.Metha and not as the Secretary of the Indian Merchants' Chamber.

Yours faithfully,
Manager
DIRECTOR.

G.R.S. App. F VI G-2]

SUBJECT.....

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Diary No. of letter replied to.....

Section J-S

File No. 13-26

Serial No. 11

General and revenue Secretariat

( )

the *192*

Proceedings of the Government of His Highness the Maharaja of Mysore.

Date of issue 13/9/28

Signed by M.V.V. Sharma

Read—

Correspondence ending with letter No C2-1068/27-28 dt 24th July 1928 from the Director of Industries and Commerce in Mysore stating among other matters, that the Draft Memorandum & Articles of Association of the proposed Stock Exchange of the Mysore Chamber of Commerce require careful examination by an expert who is well conversant with the rules of the Stock Exchange and that arrangements have been made to secure the services

~~Order Thereon No.~~

May this be

i Printed ?

ii treated as a standing order ?

iii published in the Gazette, English Part ?

iv translated ?

v placed at the disposal of the press ?

vi published in the Gazette, Kannada Part ?

of Mr Mangaldas Dave, B.A. LL.B.,
Secretary of the Bombay Stock Exchange
Ltd and requesting Sanction to the
payment of a remuneration of Rs
200/-, to Mr Mangaldas Dave for
examination of the Rules, Regulations
and byelaws of the Stock Exchange
of the Bhyder Chamber of Commerce,
the amount being met out of Rs 4200/-
provided for under 1 Direction,
Special Charges- Collection and
Compilation of Statistics in the
Current year's Budget.

Order D 1169-70 9/8/70

Sanctioned

List of enclosure.

WP 11/8
Secy to Govt
Dev. Deptt

To.
The Director of I & C
The Comptroller to Govt Transport Dept.

Copied by

Examined by

CSR
11/8.

WD 0326—GPB—12,500—26-5-27

PROCEEDINGS OF THE GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

Read:-

Correspondence ending with letter No.C_2-1068/27-28 dated 24th July 1928 from the Director of Industries and Commerce in Mysore -- stating among other matters, that the draft Memorandum and Articles of Association of the proposed Stock Exchange of the Mysore Chamber of Commerce require careful examination by an expert who is well -- conversant with the rules of the Stock Exchange and that arrangements have been made to secure the services of Mr. Mangenlal Laru, M.A., LL.B. Secretary of the Bombay Stock Exchange Ltd. and requesting sanction - to the payment of a remuneration of Rs.200/- to Mr.Mangenlal Laru for examination of the rules, regulations and byelaws of the Stock Exchan of the Mysore Chamber of Commerce, the amount being met out of Rs.1200 provided for under 1 Direction, Special charges - Collection and -- Compilation of Statistics in the current year's Budget.

Order No. D 1869-70/XIII-16-A

Dated, Bangalore, 13th August 1928.

S A N C T I O N E D.

for Secretary to Government,
Development Departments.
CBR

The Director of Industries and Commerce in Mysore.

The Comptroller to Government.